

SUMMARY – ALL FUNDS INTRODUCTION

The City of Detroit budget is a financial plan guiding all of the municipality's activities. The 2004-05 Executive Budget Summary sorts the activities proposed for 2004-05 according to overall functions of city government, organizational units of administration, funds, budgetary objects, and major types of revenue. It explains capital, operating and staffing proposals in the context of historical trends.

A variety of exhibits follow:

- ❖ *Funds* are fiscal entities that segregate revenues and expenses for the purpose of carrying out a specific purpose or activity. A description of the 13 city funds shown in the budget is included, along with an explanation of the relationship of other funds to the General Fund. (page B2)
- ❖ *Program Categories* are the major functions, or overall purposes, of city government activities. All city activities roll up into a goal of one of these categories. (page B5)
- ❖ The overall city budget can be compared historically by sorting appropriations according to general city, enterprise, non-departmental line items and subsidies, and debt service. These areas can be further broken down using city departments. (pages B6 - B13)
- ❖ *Objects* are the lowest and most detailed level of expenditure classifications. There are 8 major object categories: salaries and wages, benefits, professional and contractual services, supplies, operating services, capital, fixed charges, and other expenses. (pages B14–B20)
- ❖ Another way to analyze the budget is in the context of actual expenditures. Annual surpluses or deficits are the first items addressed in the annual budget, and the Budget Stabilization Fund can be a tool for this. (page B21-B23)
- ❖ *Personal services*, the salaries, wages, and fringe benefits associated with positions, are trended out over the last decade for tax-supported and grant-supported activities. Changes in staffing are summarized by department. (pages B24-B30)
- ❖ Revenues can be classified in 9 ways: taxes, assessments and interest; licenses, permits and inspection charges; fines, forfeits and penalties; revenues from use of assets; grants, shared taxes and revenues; sales and charges for services; sales of assets and compensation for losses; contributions and transfers; miscellaneous. (pages B31-B45)
- ❖ Revenues can also be understood in terms of their sources (local, federal or state). Changes in major local sources are tracked historically. (pages B46-B47)
- ❖ The capital budget relates capital plans to debt management, through voter authorization, bond ratings, the city's debt margin and debt service requirements. The capital project proposals consider the impact on operating requirements. (pages B48-B60)
- ❖ Tax rates are related to taxable valuations for property tax and for special districts. This relationship produces the tax levies that individuals and other entities pay to the city of Detroit and other local jurisdictions. (pages B61-B66)

SUMMARY – ALL FUNDS INTRODUCTION

Funds shown in the City of Detroit budget:

General Fund – This fund provides for the general governmental operations of the City. It is funded through a variety of local taxes - Property, Income and Utility Users, shared taxes from the State, and Sales and Charges for Services.

Block Grant – The Community Development Block Grant (C.D.B.G.) program was established under Title I of the Housing and Community Development Act of 1974. Funds can be used to benefit low/moderate income people, reduce slums and blight, or other urgent needs. The Federal Department of Housing and Urban Development distributes this grant.

Drug Law Enforcement – This fund accounts for forfeited narcotics proceeds that are used for the enhancement of narcotics enforcement.

Library – The Detroit Public Library is administered by the Detroit Library Commission, a separate municipal corporation existing by virtue of State Law. Under the law, the budgetary transactions of the Detroit Public Library are subject to the financial controls of the City of Detroit.

Federal Employment and Training – The Federal Employment and Training Funds were established to account for employment and training program grants received from governmental sources. On October 1, 1983, the Jobs Training Partnership Act (J.T.P.A), enacted on October 13, 1982 was implemented. Programs under the J.T.P.A. are financed by the Department of Labor. The State of Michigan receives and administers J.T.P.A. funds. The Governor approves and provides funding to qualified service delivery area grant recipients. The City of Detroit has been designated a J.T.P.A. service delivery

area, grant recipient and administrative entity. The purpose of this act is to establish programs to prepare youth and unskilled adults for entry into the labor force and to afford job training to those economically disadvantaged individuals and other individuals facing serious barriers to employment who are in need of such training to obtain productive employment. Other program funds include the Senior Aides Program of the National Council of Senior Citizen's (N.C.S.C.) and the grants of the Department of Labor related to the provisions of the Emergency Employment Act of 1971, the Michigan Neighborhood Corps, Youth Employment Services Program, and Corrections Parolee Program as funded by the Michigan Department of Labor.

Major and Local Streets – The Major and Local Street Funds were established to account for Michigan State Gas and Weight Tax revenues as required by law under Act 51, Public Acts of Michigan of 1951, and other related grants. Expenditures are restricted to construction and maintenance of major and local streets. Much of this work is performed by other City agencies.

Human Services – The Neighborhood Services Fund was established to administer certain social service programs financed by the Federal and State Grants.

General Grants – This is a mix of funding sources, Federal, State and other. Consisting primarily of Health Department grants.

General Debt Service – Debt service on unlimited tax general obligation bonds is funded from ad valorem property taxes levied without limitation as to rate or amount specifically for that purpose. Debt service on limited tax general obligations is funded from property taxes levied within constitutional, statutory and charter limitations or other

SUMMARY – ALL FUNDS INTRODUCTION

unrestricted moneys of the City. The City, by State law, must provide a separate fund for debt retirement moneys. All general City property taxes are collected by the treasurer and deposited in the general and debt service accounts according to the proper distribution percentage.

General Capital Projects – The Capital Projects Fund has been established to account for all funds used for the construction, acquisition, and renovation of capital facilities by the General Fund. These projects are generally funded by City's general obligation bond issues.

Urban Renewal Fund – This fund accounts for funding received from the City of Detroit and the Federal Government earmarked for the acquisition and site preparation of property for future development.

Internal Service Fund – This fund handles the lease purchase of all General Fund vehicles with limited obligation bonds.

Enterprise Funds – Enterprise Funds account for operations of governmental facilities operated in a manner similar to commercial enterprises where the intent is to recover, in whole or in part, through user charges, the costs or expenses (including depreciation) of providing goods or services to general public on a continuing basis. Including component units, the City currently has 9 enterprise funds of which 4 are self-supporting and 5 generally need (or will need) some level of General Fund support. The self-supporting funds include Water, Sewage Disposal, Housing and Parking. Of the nine enterprise funds, six are fully incorporated in the budget presentation. The remaining three (Detroit Transportation Corporation, Housing and the Greater Resource Recovery Authority) are reflected only to the extent of the City's payment for

services (GDRRA) or subsidy contribution (DTC).

- ❖ The Sewage Disposal and Water Supply Systems serves the Detroit metropolitan area. The General Fund bears no liability for funding any expenses not covered by self-generated revenues for these systems and has never made a subsidy payment to either System, although the General Fund has made temporary advances to the Sewage System in connection with the financing of capital projects, which were promptly repaid with proceeds of a revenue bond issue.
- ❖ Since 1984, the City's Parking System has been totally self-sufficient. Although the City is legally responsible for payment of operation and maintenance expenses of the system, sufficient funds have been (and are expected to continue to be) generated to reimburse the General Fund for payment of such expenses.
- ❖ Housing Department is the local administrative agency for public housing programs. Housing receives Federal rental subsidies for operations, leased rental housing, and a housing assistance payment program. The Housing and Urban Development Act provides that the rent of a public housing tenant may not exceed 30% of the family income.

Numerous funds receive General Fund support, including: Transportation, Airport Construction Code Fund and Detroit Transportation Corporation. The Greater Detroit Resource Recovery Authority receives moneys from the General Fund through tipping fees paid for disposal of waste collected by the City. The City's obligation to

SUMMARY – ALL FUNDS INTRODUCTION

pay such tipping fees is a full faith and credit limited tax general obligation of the City.

- ❖ The Transportation Fund, which operates the bus-oriented mass transit system, receives a substantial portion of its operating revenues from regional allocation of Federal and State moneys and from self-generated revenues. However, as a result of a continuing gap between stagnant operating revenues and rising expenditures, the fund has also received General Fund subsidization. Prior to 1986, the General Fund advanced moneys to the Transportation Fund to ease cash flow problems created by the lag in receipt of moneys from the State and federal government. In recent years, because of the significant amount of General Fund subsidy, no “cash flow” advances were required.
- ❖ The City’s Airport Fund accounts for the operation of Detroit City Airport. In fiscal 1989 the Airport was expanded to accommodate commercial jet carrier service. Today, the Airport provides general aviation and limited commuter service.
- ❖ The Detroit Transportation Corporation is responsible for the Downtown People Mover, which began operations in downtown Detroit in 1987. The People Mover has not been and is not expected to be self-sufficient in the future.
- ❖ Construction Code Fund includes services performed by Buildings and Safety Engineering Department. Effective January 1, 2001, Public Act 245 of 1999 was approved to amend Act 230 of 1972 of the State of Michigan Compiled Laws. The act requires the State of Michigan’s local governments to establish reasonable fees which are required to operate the department responsible for building permits, examination of plans and specifications, inspection of construction undertaken pursuant to a building permit, and the issuance of certificates used for occupancy, and hearing appeals in accordance with this act. To comply with this act, in fiscal year 2001 the City established the Construction Code Fund for operational and financial reporting purposes.

**CITY OF DETROIT
2004-2005 MAYOR'S RECOMMENDED BUDGET
ARRANGED BY PROGRAM CATEGORY**

PERCENT OF TOTAL APPROPRIATIONS	PROGRAM CATEGORY	APPROPRIATIONS	REVENUES	NET TOTAL
19.94%	PROTECT INDIVIDUALS AND PROPERTY			
	Crime Prevention and Control	\$487,536,735	\$89,171,194	\$398,365,541
	Traffic Law and Ordinance Enforcement	49,354,273	21,752,339	27,601,934
	Fire Prevention and Control	179,261,385	3,113,000	176,148,385
	Emergency Preparedness	28,403,066	9,658,720	18,744,346
	Sub-Total	\$744,555,459	\$123,695,253	\$620,860,206
4.61%	MAINTAIN AND IMPROVE HEALTH			
	Preventive Services	\$118,384,847	\$109,229,904	\$9,154,943
	Family and Neighborhood Services	32,875,493	24,112,197	8,763,296
	Unassignable Support - Health	20,819,039	14,364,907	6,454,132
	Sub-Total	\$172,079,379	\$147,707,008	\$24,372,371
3.33%	RECREATION AND CULTURE			
	Recreation Opportunities	\$51,634,520	\$9,358,802	\$42,275,718
	Cultural Opportunities	24,833,040	17,022,163	7,810,877
	Educational Development	47,822,142	43,284,414	4,537,728
	Sub-Total	\$124,289,702	\$69,665,379	\$54,624,323
2.64%	DEVELOP ECONOMIC CAPACITY			
	Civic Affairs.	\$27,067,976	\$10,142,661	\$16,925,315
	Industrial and Commercial Assistance	25,631,216	4,447,938	21,183,278
	Job Opportunities	2,193,726	61,200	2,132,526
	Enrichment Opportunities	43,586,185	43,584,185	2,000
	Sub-Total	\$98,479,103	\$58,235,984	\$40,243,119
7.65%	FACILITATE TRANSPORTATION			
	Street Maintenance	\$60,810,166	\$60,896,920	(\$86,754)
	Mass Transit System	171,169,345	171,169,345	0
	Air Transportation	5,663,466	5,663,466	0
	Parking	48,225,913	50,333,701	(2,107,788)
	Sub-Total	\$285,868,890	\$288,063,432	(\$2,194,542)
1.63%	BUILDING SUPPLY AND CONDITIONS			
	Building and Safety Code Enforcement	\$26,561,256	\$26,561,256	\$0
	Community Redevelopment	34,269,203	80,157,921	(45,888,718)
	Sub-Total	\$60,830,459	\$106,719,177	(\$45,888,718)
43.64%	PHYSICAL ENVIRONMENT			
	Solid Waste	\$104,417,720	\$1,918,766	\$102,498,954
	Regulation	5,510,742	3,962,537	1,548,205
	Street Lighting	71,463,435	64,958,300	6,505,135
	Community Beautification	3,137,850	4,989,888	(1,852,038)
	Environmental Protection	3,619,498	368,703	3,250,795
	Water Supply and Sewerage Disposal	1,431,131,400	1,431,131,400	0
	Demolition	10,536,644	10,536,644	0
	Sub-Total	\$1,629,817,289	\$1,517,866,238	\$111,951,051
16.57%	DEVELOPMENT AND MANAGEMENT			
	Executive Management	\$70,901,721	\$23,109,922	\$47,791,799
	Infrastructure Management	63,147,934	8,060,992	55,086,942
	Fiduciary Transactions	291,883,198	1,255,037,233	(963,154,035)
	Community Extension Services	8,538,449	428,125	8,110,324
	Public Policy Representations	30,317,843	224,730	30,093,113
	Contributions, Subsidies and Advances	153,845,556	135,741,509	18,104,047
	Sub-Total	\$618,634,701	\$1,422,602,511	(\$803,967,810)
100.00%	Grand Total	\$3,734,554,982	\$3,734,554,982	\$0

<p style="text-align: center;">CITY OF DETROIT COMPARATIVE BUDGET SUMMARY 2004-2005 MAYOR'S RECOMMENDATIONS</p>
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APPROPRIATIONS	2003-04 BUDGET	2004-05 RECOMMENDED	INCREASE (DECREASE)
General City Agencies	\$1,579,832,816	\$1,598,594,646	\$18,761,830
Non-Departmental	297,478,093	328,883,396	31,405,303
Debt Service	67,125,114	70,599,475	3,474,361
Enterprise Agencies	1,160,878,596	1,736,477,465	575,598,869
TOTAL	\$3,105,314,619	\$3,734,554,982	\$629,240,363

REVENUES			
General City Agencies	\$627,674,443	\$611,596,382	(16,078,061)
Non-Departmental	1,247,029,080	1,313,773,872	66,744,792
Debt Service	67,125,114	70,599,475	3,474,361
Enterprise Agencies	1,163,485,982	1,738,585,253	575,099,271
TOTAL	\$3,105,314,619	\$3,734,554,982	\$629,240,363

BUDGETED POSITIONS			
City Funded	18,965	18,038	(927)
Grant Funded	737	667	(70)
TOTAL	19,702	18,705	(997)

GENERAL CITY AGENCIES: This includes all General Fund and General Grant City Departments.

NON-DEPARTMENTAL: This Agency (Number 35) provides funds for activities which are not the responsibility of any other single agency. This Agency provides funding for expenditures which are not specifically associated with any single department's activities, and is the depository for General Fund subsidy appropriations for enterprise activities. Non-Departmental also serves as the depository agency for a wide variety of General Fund revenues which cannot be credited to any specific department.

DEBT SERVICE: This represents Agency 18-Sinking Interest and Redemption. The purpose of this Agency is to meet the principal and interest of the bonded indebtedness of the City of Detroit.

ENTERPRISE AGENCIES: This includes Airport, Buildings and Safety, Parking, Water, Sewerage, Transportation and Library.

CITY OF DETROIT COMPARATIVE BUDGET HISTORY

APPROPRIATIONS

	GENERAL CITY AGENCIES	NON- DEPARTMENTAL	DEBT SERVICE	ENTERPRISE AGENCIES	TOTAL
1994-95	1,126,559,527	270,731,520	46,673,213	781,273,717	2,225,237,977
1995-96	1,242,807,765	232,925,303	48,890,823	657,196,864	2,181,820,755
1996-97	1,245,380,811	257,870,242	49,371,796	860,255,252	2,412,878,101
1997-98	1,328,457,406	231,832,916	54,219,032	743,902,990	2,358,412,344
1998-99	1,336,673,561	260,730,074	58,206,082	805,730,196	2,461,339,913
1999-00	1,430,422,231	265,377,642	60,699,019	1,160,144,505	2,916,643,397
2000-01	1,507,923,439	255,427,035	66,682,944	953,934,438	2,783,967,856
2001-02	1,587,587,374	345,638,872	70,953,651	1,378,608,736	3,382,788,633
2002-03	1,506,908,334	309,058,341	64,153,936	1,902,476,444	3,782,597,055
2003-04	1,579,832,816	297,478,093	67,125,114	1,160,878,596	3,105,314,619
2004-05 rec	1,598,594,646	328,883,396	70,599,475	1,736,477,465	3,734,554,982

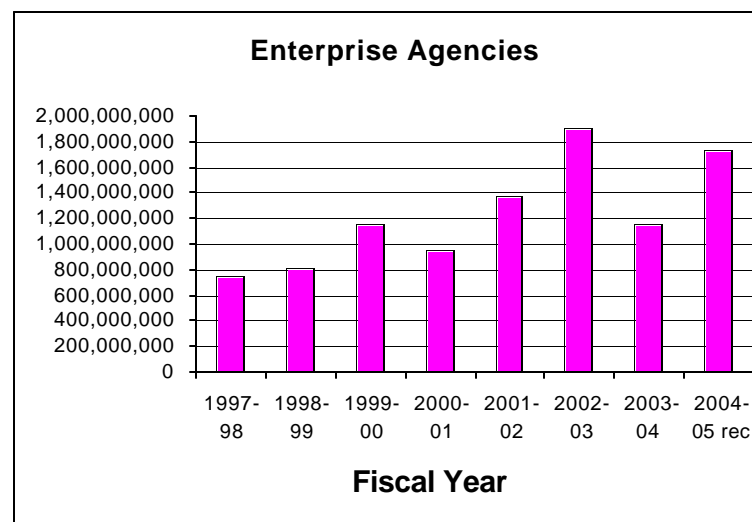
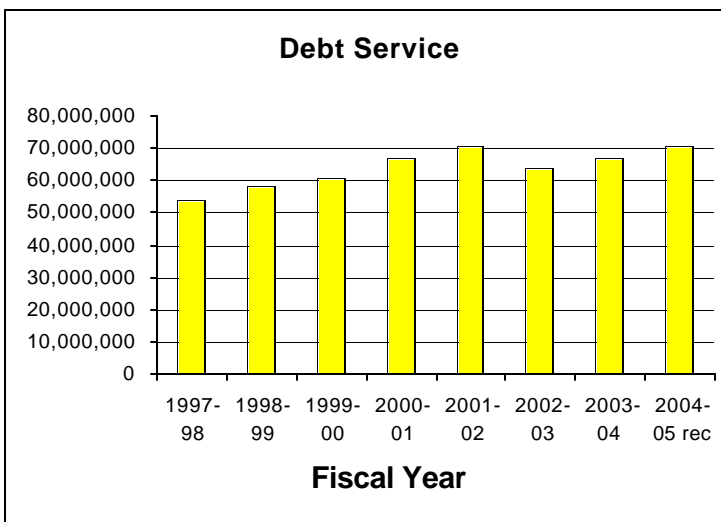
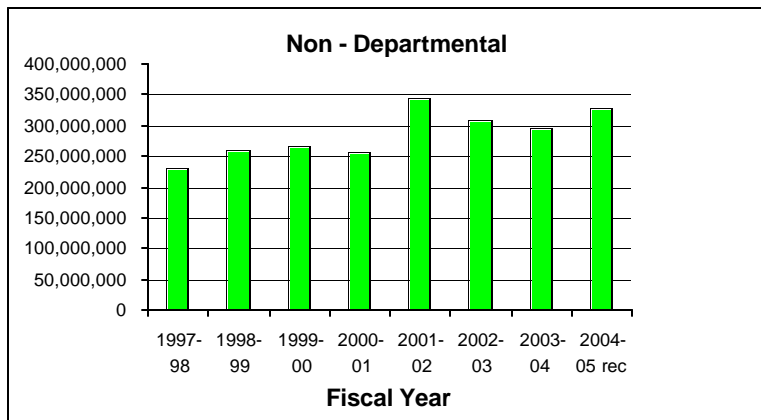
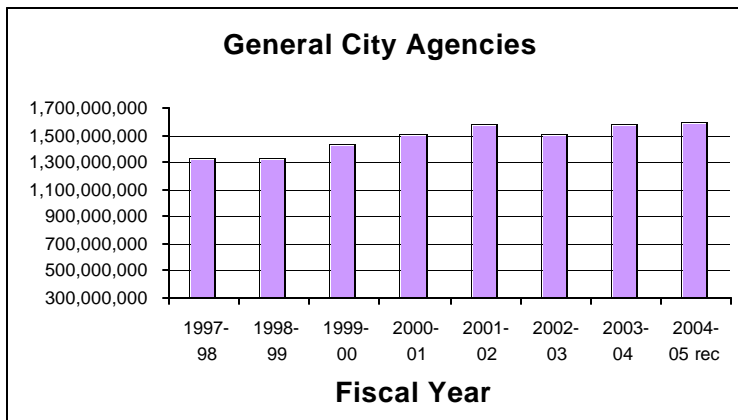
REVENUES

	GENERAL CITY AGENCIES	NON- DEPARTMENTAL	DEBT SERVICE	ENTERPRISE AGENCIES	TOTAL
1994-95	486,938,114	909,387,987	46,673,213	782,238,663	2,225,237,977
1995-96	561,838,000	914,246,848	48,890,823	656,845,084	2,181,820,755
1996-97	530,439,036	972,256,424	49,371,796	860,810,845	2,412,878,101
1997-98	571,625,863	987,455,547	54,219,032	745,111,902	2,358,412,344
1998-99	569,570,519	1,027,615,870	58,206,082	805,947,442	2,461,339,913
1999-00	610,668,058	1,085,703,605	60,699,019	1,159,572,715	2,916,643,397
2000-01	644,560,690	1,118,426,818	66,682,944	954,297,404	2,783,967,856
2001-02	700,225,285	1,232,703,331	70,953,651	1,378,906,366	3,382,788,633
2002-03	666,257,381	1,148,521,812	64,153,936	1,903,663,926	3,782,597,055
2003-04	627,674,443	1,247,029,080	67,125,114	1,163,485,982	3,105,314,619
2004-05 rec	611,596,382	1,313,773,872	70,599,475	1,738,585,253	3,734,554,982

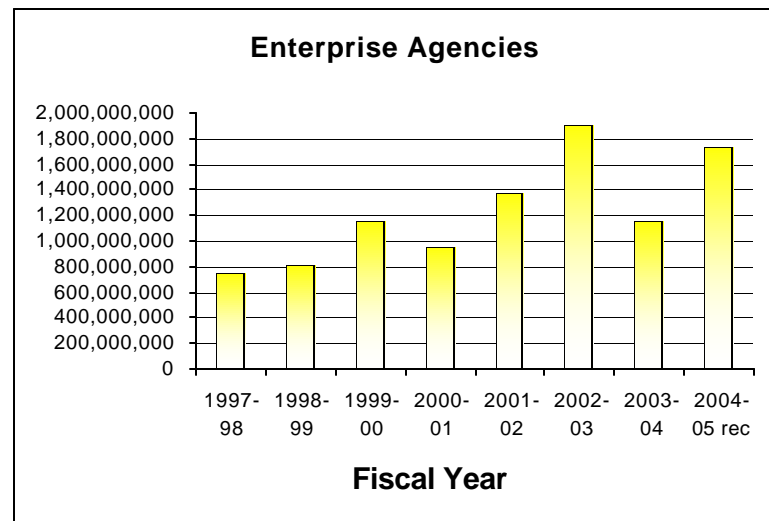
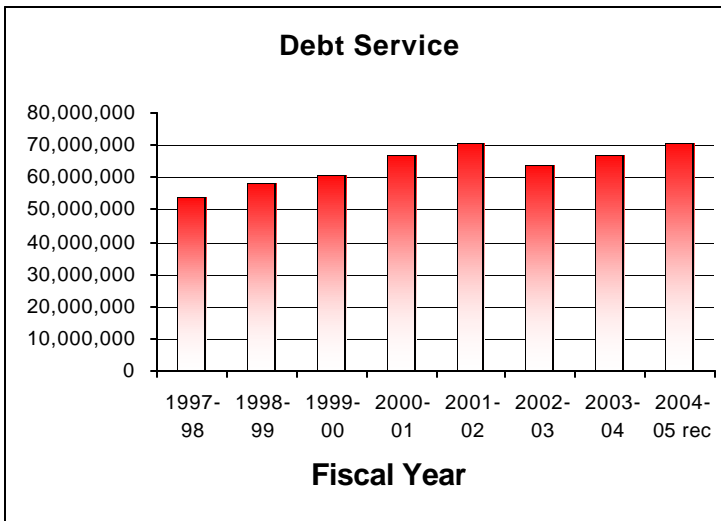
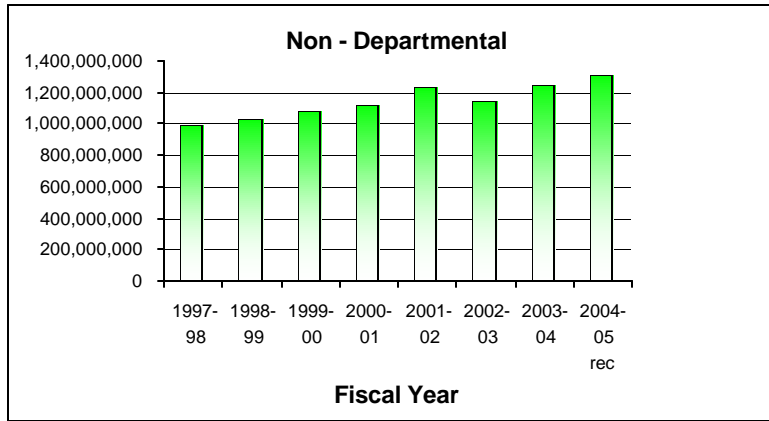
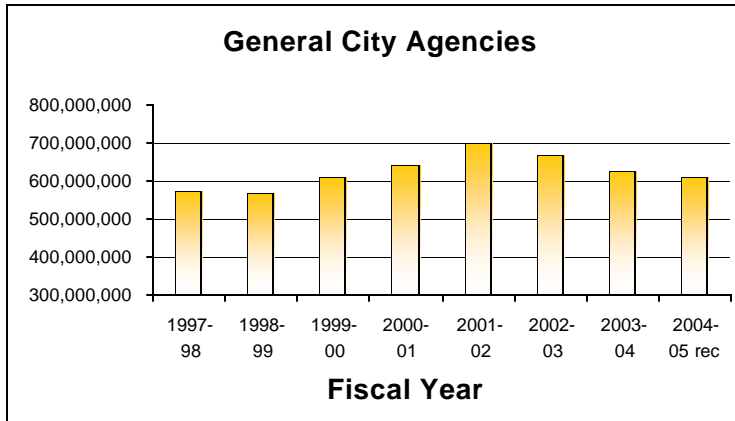
POSITIONS

	CITY FUNDED	GRANT FUNDED	TOTAL
1994-95	16,956	841	17,797
1995-96	17,282	1,142	18,424
1996-97	17,410	1,195	18,605
1997-98	18,265	1,090	19,355
1998-99	18,815	937	19,752
1999-00	19,179	968	20,147
2000-01	19,205	1,437	20,642
2001-02	19,941	1,049	20,990
2002-03	19,577	864	20,441
2003-04	18,965	737	19,702
2004-05	18,038	667	18,705

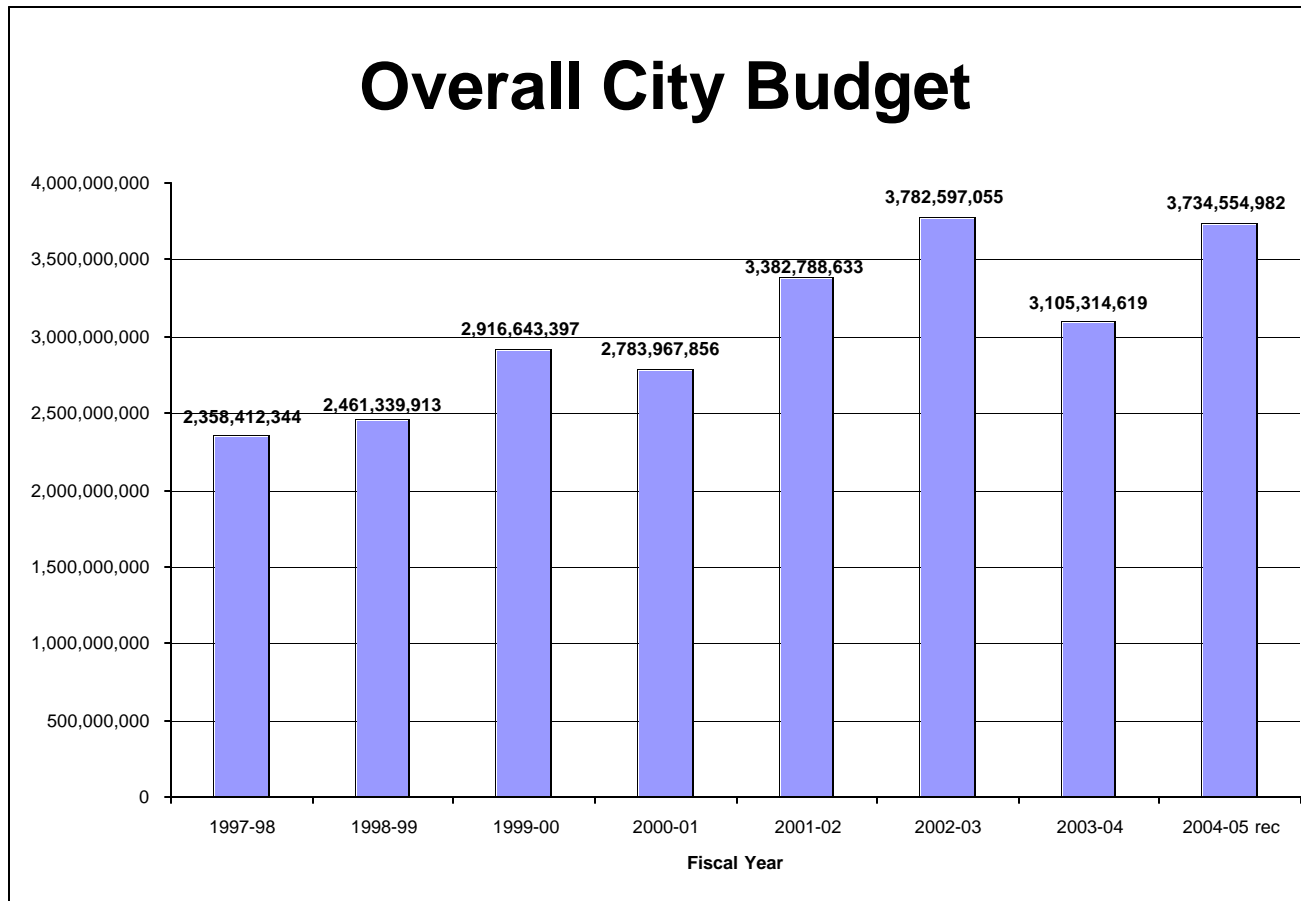
CITY OF DETROIT COMPARATIVE APPROPRIATION HISTORY



CITY OF DETROIT COMPARATIVE REVENUE HISTORY



**CITY OF DETROIT
OVERALL BUDGET HISTORY**



CITY OF DETROIT
SUMMARY OF APPROPRIATIONS AND REVENUES
2004-2005 MAYOR'S RECOMMENDATION

GENERAL CITY AGENCIES		TOTAL	TOTAL	
		<u>APPROPRIATIONS</u>	<u>REVENUES</u>	<u>NET TAX COST</u>
<u>Executive Agencies</u>				
11	Arts	\$642,975	\$0	\$642,975
12	Budget	3,355,110	0	3,355,110
14	Civic Center	27,067,976	10,142,661	16,925,315
15	Communication and Creative Services	2,584,568	94,973	2,489,595
17	Department of Culture, Arts & Tourism	2,134,462	1,841,499	292,963
19	Department of Public Works	204,480,548	74,463,706	130,016,842
21	Detroit Workforce Development Department	43,586,185	43,584,185	2,000
22	Environmental Affairs	2,278,559	3,280,207	(1,001,648)
23	Finance	46,229,773	8,232,610	37,997,163
24	Fire	206,934,197	12,771,720	194,162,477
25	Department of Health and Wellness			
	Promotion	97,625,489	74,249,878	23,375,611
26	Historical	4,905,865	2,064,134	2,841,731
28	Human Resources	31,894,667	14,803,856	17,090,811
29	Human Rights	2,193,726	61,200	2,132,526
30	Human Services	74,453,890	73,457,130	996,760
31	Information Technology Services	29,238,454	747,305	28,491,149
32	Law	25,269,165	3,114,357	22,154,808
33	Mayor's Office	10,510,110	0	10,510,110
36	Planning and Development	65,187,661	88,754,611	(23,566,950)
37	Police	487,536,735	89,171,194	398,365,541
38	Public Lighting	71,463,435	64,958,300	6,505,135
39	Recreation	53,139,906	9,386,927	43,752,979
40	Senior Citizens	1,606,034	400,000	1,206,034
44	Zoological Institute	17,149,738	13,116,530	4,033,208
45	Department of Administrative Hearings	2,321,167	562,330	1,758,837
46	Detroit Office of Homeland Security	730,254	0	730,254
<u>Legislative Agencies</u>				
50	Auditor General	3,128,542	240,000	2,888,542
51	Zoning	911,016	120,000	791,016
52	City Council	14,087,555	27,175	14,060,380
53	Ombudsman	1,455,586	0	1,455,586
70	City Clerk	4,028,193	0	4,028,193
71	Election Commission	11,108,832	197,555	10,911,277
<u>Judicial Agencies</u>				
60	36th District Court	49,354,273	21,752,339	27,601,934
<u>Other Agencies</u>				
35	Non-Departmental	328,883,396	1,313,773,872	(984,890,476)
TOTAL GENERAL CITY AGENCIES		\$1,927,478,042	\$1,925,370,254	\$2,107,788
18	Debt Service Fund	70,599,475	70,599,475	0
<u>Enterprise Agencies</u>				
10	Airport	5,663,466	5,663,466	0
13	Buildings and Safety Engineering	37,097,900	37,097,900	0
20	Department of Transportation	171,169,345	171,169,345	0
34	Municipal Parking	48,225,913	50,333,701	(2,107,788)
41	D.W.S.D. - Water Supply	700,721,800	700,721,800	0
42	D.W.S.D. - Sewerage Disposal	730,409,600	730,409,600	0
72	Library	43,189,441	43,189,441	0
TOTAL ENTERPRISE AGENCIES		\$1,736,477,465	\$1,738,585,253	(\$2,107,788)
GRAND TOTAL		<u>\$3,734,554,982</u>	<u>\$3,734,554,982</u>	<u>\$0</u>

CITY OF DETROIT
General Fund Appropriation History

	2004-05 Recommended	2003-04 Budget	2003-04 Actuals	2002-03 Budget
GENERAL CITY AGENCIES				
EXECUTIVE AGENCIES				
Arts.....	\$642,975	\$642,975	\$705,783	\$712,975
Budget.....	3,355,110	3,312,519	2,944,588	2,982,363
Civic Center.....	26,142,976	26,448,906	21,102,783	22,438,977
Communication and Creative Services.....	2,584,568	2,164,131	2,065,033	2,303,559
Consumer Affairs.....	--	1,638,216	1,293,578	1,820,003
Department of Culture, Arts and Tourism.....	1,333,616	1,446,383	804,071	650,228
Department of Public Works.....	174,618,832	171,575,539	188,007,881	173,069,859
Detroit Workforce Development Department.....	2,000	2,000		137,000
Environmental Affairs.....	2,278,559	2,710,571	2,108,503	2,785,912
Finance.....	46,229,773	47,211,334	41,327,297	45,110,030
Fire.....	205,434,197	182,678,782	161,204,679	155,297,204
Department of Health and Wellness Promotion.....	41,055,102	41,756,211	102,199,493	40,210,504
Historical.....	3,255,865	3,170,951	3,439,100	3,254,007
Human Resources.....	31,894,667	29,799,976	25,615,777	28,607,281
Human Rights.....	2,193,726	2,267,722	1,848,029	2,167,320
Human Services.....	1,296,760	1,346,463	--	1,572,473
Information Technology Services.....	29,238,454	35,304,945	31,051,310	39,847,742
Law.....	25,269,165	28,116,087	28,172,886	29,335,625
Mayor's Office.....	10,510,110	10,670,474	9,346,761	10,549,635
Planning & Development.....	10,949,632	12,113,471	13,643,041	12,801,297
Police.....	471,084,827	418,008,528	362,362,682	350,932,125
Public Lighting.....	61,463,435	64,733,321	61,889,652	64,584,095
Recreation.....	46,710,581	51,631,905	59,312,440	55,199,264
Senior Citizens.....	1,406,034	1,290,599	998,143	1,142,300
Youth.....	--	--	--	--
Zoological Institute.....	13,699,738	14,124,132	13,218,841	13,948,420
Department of Administrative Hearings.....	2,321,167	--	--	--
Office of Homeland Security.....	730,254	--	--	--
LEGISLATIVE AGENCIES				
Auditor General.....	3,128,542	3,294,648	2,217,174	3,106,533
Board of Zoning Appeals.....	911,016	973,276	786,881	969,438
City Clerk.....	4,028,193	4,196,957	3,696,060	4,433,695
City Council.....	14,062,555	16,492,759	12,295,932	14,152,360
Election Commission.....	10,914,277	8,895,023	12,053,576	10,333,805
Ombudsman.....	1,455,586	1,547,288	1,388,092	1,320,493
JUDICIAL AGENCY				
36th District Court.....	49,354,273	47,716,997	47,730,303	49,887,447
OTHER AGENCIES				
Non-Departmental.....	272,608,102	251,426,088	227,844,696	265,262,727
TOTAL GENERAL CITY AGENCIES.....	1,572,164,667	1,488,709,177	1,442,675,065	1,410,926,696
Debt Service Fund.....	--	--	758,428	--
ENTERPRISE AGENCIES			758,428	
Airport.....	--	--	--	--
Housing.....	--	--	--	--
Municipal Parking.....	9,592,212	9,092,614	8,258,602	8,512,518
Department of Transportation.....	--	--	--	--
D.W.S.D.- Water Supply.....	--	--	--	--
D.W.S.D.- Sewage Disposal.....	--	--	--	--
Library.....	--	--	--	--
TOTAL ENTERPRISE AGENCIES.....	9,592,212	9,092,614	8,258,602	8,512,518
TOTAL TRANSFERS.....	--	--	--	--
GRAND TOTAL.....	\$1,581,756,879	\$1,497,801,791	\$1,451,692,095	\$1,419,439,214

CITY OF DETROIT
SUMMARY OF 2004-2005 MAYOR'S RECOMMENDED BUDGET - APPROPRIATIONS BY FUND

	General Fund	Community Development Block Grant	Internal Service Fund	Library	Federal Employment & Training	Major and Local Streets	Human Services	General Grants	General Debt Service	General Capital Projects	Enterprise Funds	Urban Renewal & Drug Enforcement Funds	Grand Total
GENERAL CITY AGENCIES													
EXECUTIVE AGENCIES													
A11000 Arts.....	\$642,975	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$642,975
A12000 Budget.....	3,355,110	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	3,355,110
A14000 Communications and Creative Services.....	26,142,976	.....	.....	.....	.....	.....	.....	.....	.....	925,000	.....	.....	27,067,976
A15000 Civic Center.....	2,584,568	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	2,584,568
A17000 Dept of Culture, Arts and Tourism.....	1,333,616	.....	.....	.....	.....	.....	.....	400,846	.....	400,000	.....	.....	2,134,462
A19000 Department of Public Works.....	174,618,832	.....	.....	.....	.....	28,861,716	.....	.....	.....	1,000,000	.....	.....	204,480,548
A21000 Detroit Workforce Development Dept.....	2,000	.....	.....	.....	43,584,185	.....	.....	.....	.....	.....	.....	.....	43,586,185
A22000 Environmental Affairs.....	2,278,559	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	2,278,559
A23000 Finance.....	46,229,773	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	46,229,773
A24000 Fire.....	205,434,197	.....	.....	.....	.....	.....	.....	.....	.....	1,500,000	.....	.....	206,934,197
A25000 Dept of Health & Wellness Promotion.....	41,055,102	.....	.....	.....	.....	.....	.....	55,570,387	.....	1,000,000	.....	.....	97,625,489
A26000 Historical.....	3,255,865	.....	.....	.....	.....	.....	.....	.....	.....	1,650,000	.....	.....	4,905,865
A28000 Human Resources.....	31,894,667	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	31,894,667
A29000 Human Rights.....	2,193,726	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	2,193,726
A30000 Human Services.....	1,296,760	3,699,334	.....	.....	.....	.....	66,686,796	2,771,000	.....	.....	.....	.....	74,453,890
A31000 Information Technology Services.....	29,238,454	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	29,238,454
A32000 Law.....	25,269,165	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	25,269,165
A33000 Mayor's Office.....	10,510,110	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	10,510,110
A36000 Planning and Development.....	10,949,632	39,531,697	.....	.....	.....	.....	.....	404,981	.....	3,000,000	.....	11,301,351	65,187,661
A37000 Police.....	471,084,827	.....	.....	.....	.....	.....	.....	8,701,908	.....	6,150,000	.....	1,600,000	487,536,735
A38000 Public Lighting.....	61,463,435	.....	.....	.....	.....	.....	.....	.....	.....	10,000,000	.....	.....	71,463,435
A39000 Recreation.....	46,710,581	.....	.....	.....	.....	.....	.....	79,325	.....	6,350,000	.....	.....	53,139,906
A40000 Senior Citizens.....	1,406,034	.....	.....	.....	.....	.....	.....	200,000	.....	.....	.....	.....	1,606,034
A44000 Zoological Institute.....	13,699,738	.....	.....	.....	.....	.....	.....	.....	.....	3,450,000	.....	.....	17,149,738
A45000 Dept of Administrative Hearings.....	2,321,167	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	2,321,167
A46000 Detroit Office of Homeland Security.....	730,254	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	730,254
LEGISLATIVE AGENCIES													
A50000 Auditor General.....	3,128,542	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	3,128,542
A51000 Board of Zoning Appeals.....	911,016	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	911,016
A52000 City Council.....	14,062,555	25,000	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	14,087,555
A53000 Ombudsperson.....	1,455,586	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	1,455,586
A70000 City Clerk.....	4,028,193	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	4,028,193
A71000 Department of Elections.....	10,914,277	194,555	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	11,108,832
JUDICIAL AGENCY													
A60000 36th District Court.....	49,354,273	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	49,354,273
OTHER AGENCIES													
A35000 Non-Departmental.....	272,608,102	.....	48,787,894	.....	.....	.....	.....	.....	.....	7,487,400	.....	.....	328,883,396
TOTAL GENERAL CITY AGENCIES.....	\$1,572,164,667	\$43,450,586	\$48,787,894	\$0	\$43,584,185	\$28,861,716	\$66,686,796	\$68,128,447	\$0	\$42,912,400	\$0	\$12,901,351	\$1,927,478,042
A18000 Debt Service.....	.....	.....	.....	.....	.....	.....	.....	.....	70,599,475	.....	.....	.....	70,599,475
ENTERPRISE AGENCIES													
A10000 Airport.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	2,000,000	3,663,466	.....	5,663,466
A13000 Buildings and Safety Engineering.....	.....	10,536,644	.....	.....	.....	.....	.....	.....	.....	.....	26,561,256	.....	37,097,900
A20000 Department of Transportation.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	171,169,345	.....	171,169,345
A34000 Municipal Parking.....	9,592,212	.....	.....	.....	.....	.....	.....	.....	.....	.....	38,633,701	.....	48,225,913
A41000 Water.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	700,721,800	.....	700,721,800
A42000 Sewerage.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	730,409,600	.....	730,409,600
A72000 Library.....	.....	.....	.....	42,452,841	.....	.....	.....	.....	.....	736,600	.....	.....	43,189,441
TOTAL ENTERPRISE AGENCIES.....	\$9,592,212	\$10,536,644	\$0	\$42,452,841	\$0	\$0	\$0	\$0	\$0	\$2,736,600	\$1,671,159,168	\$0	\$1,736,477,465
GRAND TOTAL.....	\$1,581,756,879	\$53,987,230	\$48,787,894	\$42,452,841	\$43,584,185	\$28,861,716	\$66,686,796	\$68,128,447	\$70,599,475	\$45,649,000	\$1,671,159,168	\$12,901,351	\$3,734,554,982

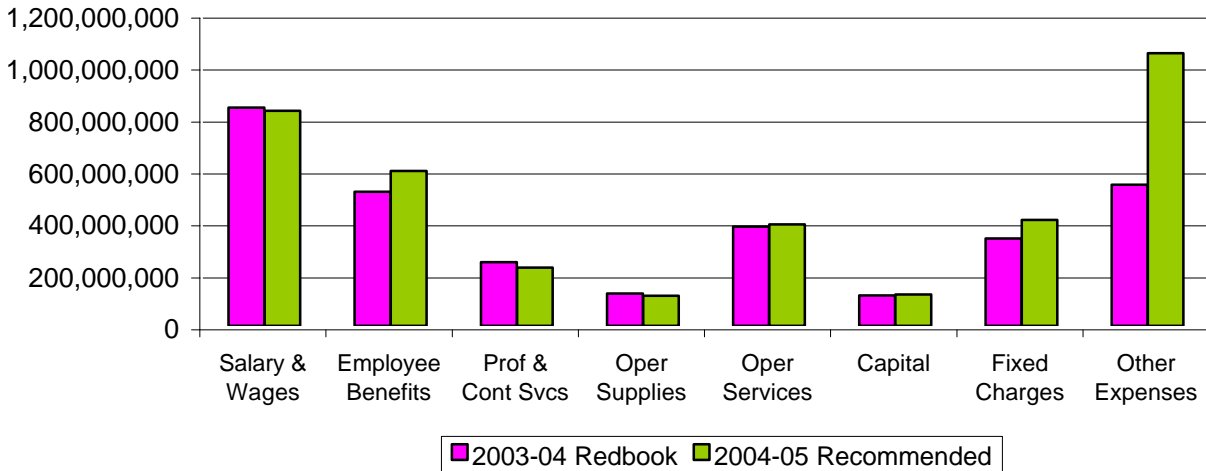
CITY OF DETROIT
SUMMARY OF 2004-2005 MAYOR'S RECOMMENDED BUDGET - APPROPRIATION BY MAJOR OBJECT

	Salaries and Wages	Employee Benefits	Professional & Contractual Services	Operating Supplies	Operating Services	Capital Equipment, Outlays and Major Repairs	Fixed Charges	Other Expenses	Grand Total
GENERAL CITY AGENCIES									
EXECUTIVE AGENCIES									
A11000 Arts.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$642,975	\$642,975
A12000 Budget.....	1,837,449	1,208,686	10,000	59,000	226,381	2494	.....	11,100	3,355,110
A14000 Civic Center.....	3,504,950	2,286,635	6,223,890	2,067,700	8,870,863	945,000	2,063,938	1,105,000	27,067,976
A15000 Communications and Creative Services.....	1,002,707	661,424	84,841	66,542	769,054	.....	.....	.....	2,584,568
A17000 Department of Culture, Arts and Tourism.....	593,136	394,027	30,433	84,166	558,000	402,000	.....	72,700	2,134,462
A19000 Department of Public Works.....	48,323,096	32,068,010	8,187,870	16,010,855	78,954,656	20,931,111	.....	4,950	204,480,548
A21000 Detroit Workforce Development Department.....	5,526,085	1,985,696	25,001	84,774	6,046,389	.....	.....	29,918,240	43,586,185
A22000 Environmental Affairs.....	1,169,422	784,868	32,811	28,340	253,268	.....	.....	9,850	2,278,559
A23000 Finance.....	21,131,215	13,972,694	4,106,532	727,411	5,480,913	23,661	412,061	375,286	46,229,773
A24000 Fire.....	104,715,928	85,590,422	3,414,501	5,567,563	3,578,076	1,737,831	497,670	1,832,206	206,934,197
A25000 Dept of Health and Wellness Promotion.....	21,890,158	14,381,861	49,205,834	4,427,661	5,413,455	1,088,810	.....	1,217,710	97,625,489
A26000 Historical.....	1,270,614	827,208	120,000	76,450	940,593	1,671,000	.....	.....	4,905,865
A28000 Human Resources.....	17,019,690	11,173,303	719,088	106,830	1,538,644	37,500	.....	1,299,612	31,894,667
A29000 Human Rights.....	1,121,200	729,048	101,080	25,279	184,335	23,034	.....	9,750	2,193,726
A30000 Human Services.....	6,676,314	4,382,836	54,301,509	846,976	2,898,865	.....	.....	5,347,390	74,453,890
A31000 Information Technology Services.....	6,578,990	4,311,159	3,974,847	6,779,702	3,291,956	275,000	3,976,800	50,000	29,238,454
A32000 Law.....	11,990,142	7,793,172	2,628,823	304,522	2,409,006	87,500	.....	56,000	25,269,165
A33000 Mayor's Office.....	5,207,824	3,401,900	286,200	185,689	1,217,814	.....	.....	210,683	10,510,110
A36000 Planning and Development.....	12,788,335	8,390,531	2,397,782	610,000	3,880,764	50,000	3,862,219	33,208,030	65,187,661
A37000 Police.....	240,031,567	209,749,847	4,380,928	5,102,071	10,712,668	12,811,728	.....	4,747,926	487,536,735
A38000 Public Lighting.....	16,117,401	10,614,704	620,940	29,648,998	4,914,581	10,000,000	.....	(453,189)	71,463,435
A39000 Recreation.....	22,872,400	14,843,083	1,986,872	2,100,660	5,912,385	5,346,621	.....	77,885	53,139,906
A40000 Senior Citizens.....	549,455	359,876	182,000	10,950	157,750	.....	.....	346,003	1,606,034
A44000 Zoological Institute.....	6,366,025	3,809,288	11,804	263,635	3,217,886	3,481,100	.....	.....	17,149,738
A45000 Department of Administrative Hearings.....	286,648	185,170	1,532,849	50,000	210,000	56,500	.....	.....	2,321,167
A46000 Detroit Office of Homeland Security.....	314,258	215,999	.....	61,427	23,570	10,000	.....	105,000	730,254
LEGISLATIVE AGENCIES									
A50000 Auditor General.....	1,410,297	919,157	600,000	13,800	153,868	22,420	.....	9,000	3,128,542
A51000 Board of Zoning Appeals.....	424,237	278,161	100,500	6,795	99,823	.....	.....	1,500	911,016
A52000 City Council.....	6,932,802	4,595,973	804,179	131,105	1,373,169	33,000	.....	217,327	14,087,555
A53000 Ombudsperson.....	788,800	518,526	41,400	5,923	100,229	208	.....	500	1,455,586
A70000 City Clerk.....	1,446,011	959,946	50,804	273,830	1,276,620	15,000	.....	5,982	4,028,193
A71000 Department of Elections.....	3,677,425	2,310,828	2,974,247	391,086	1,166,483	7,500	577,263	4,000	11,108,832
JUDICIAL AGENCY									
A60000 36th District Court.....	20,177,250	10,773,081	3,929,097	923,363	12,644,278	67,000	.....	840,204	49,354,273
OTHER AGENCIES									
A35000 Non-Departmental.....	3,413,167	4,765,072	2,958,239	77,850	91,774,113	34,971,431	70,829,227	120,094,297	328,883,396
TOTAL GENERAL CITY AGENCIES.....	\$597,154,998	\$459,242,191	\$156,024,901	\$77,120,953	\$260,250,455	\$94,097,449	\$82,219,178	\$201,367,917	\$1,927,478,042
A18000 Debt Service.....	.....	.....	.....	.....	.....	.....	64,832,943	5,766,532	70,599,475
ENTERPRISE AGENCIES									
A10000 Airport.....	1,057,575	735,166	413,912	220,960	1,128,053	2,040,400	.....	67,400	5,663,466
A13000 Buildings and Safety Engineering.....	14,864,168	8,525,995	8,115,140	369,818	4,684,554	210,000	.....	328,225	37,097,900
A20000 Department of Transportation.....	64,757,234	51,297,872	6,704,208	8,040,652	31,365,997	10,000	900,845	8,092,537	171,169,345
A34000 Municipal Parking.....	4,671,523	3,078,151	10,124,200	421,574	3,475,923	32,300	12,858,791	13,563,451	48,225,913
A41000 Water.....	46,091,683	30,540,935	26,111,879	11,784,858	47,175,375	7,693,543	105,448,000	425,875,527	700,721,800
A42000 Sewerage.....	84,006,270	33,818,535	15,262,148	17,543,271	37,388,218	8,524,600	142,131,400	391,735,158	730,409,600
A72000 Library.....	15,515,640	9,180,575	1,112,000	903,000	4,716,257	8,455,125	.....	3,306,844	43,189,441
TOTAL ENTERPRISE AGENCIES.....	\$230,964,093	\$137,177,229	\$67,843,487	\$39,284,133	\$129,934,377	\$26,965,968	\$261,339,036	\$842,969,142	\$1,736,477,465
GRAND TOTAL.....	\$828,119,091	\$596,419,420	\$223,868,388	\$116,405,086	\$390,184,832	\$121,063,417	\$408,391,157	\$1,050,103,591	\$3,734,554,982

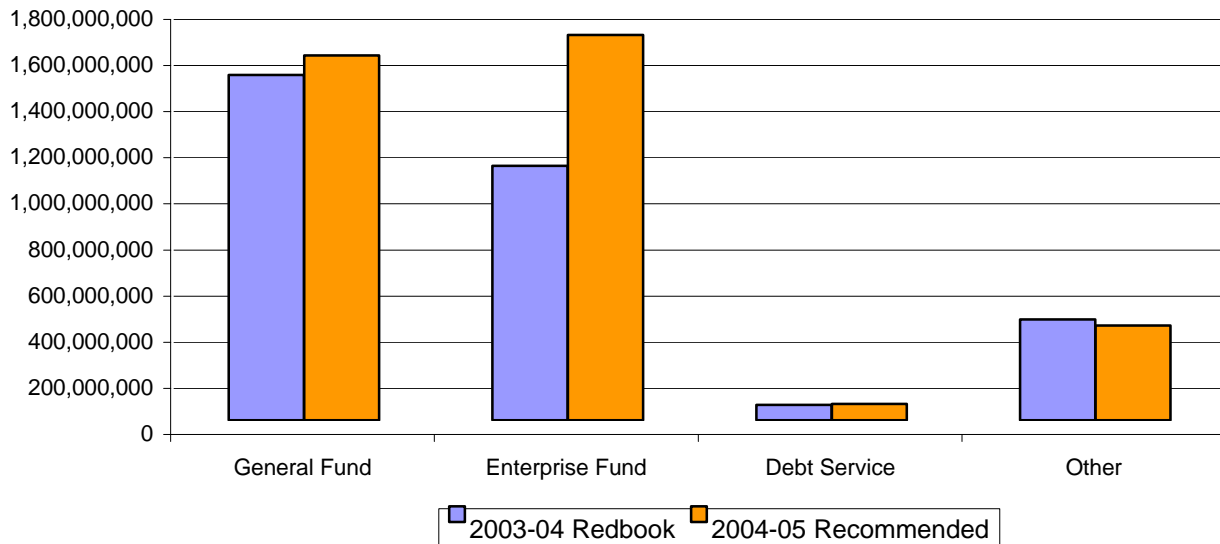
CITY OF DETROIT

Summary of Appropriations

MAJOR OBJECT ACCOUNTS
Comparison of 2003 - 04 Redbook to 2004 - 05 Recommended



APPROPRIATIONS BY FUND
Comparison of 2003 - 04 Redbook to 2004- 05 Recommended



SUMMARY – ALL FUNDS

SUMMARY OF APPROPRIATIONS-EXPLANATIONS OF CHANGES APPROPRIATIONS BY OBJECT (all funds)

	2003-04 Budget	2004-2005 Recommended	Difference	Percent Change
Salary and Wages	840,185,417	828,119,091	(12,066,326)	(1)%
Employee Benefits	516,746,924	596,419,420	79,672,496	15%
Prof and Contr Services	244,801,555	223,868,388	(20,933,167)	(9)%
Operating Supplies	124,755,587	116,403,086	(8,352,501)	(7)%
Operating Services	382,451,231	390,156,842	7,705,611	2%
Capital Equipment	79,843,527	80,575,188	731,661	1%
Capital Outlays	36,955,523	40,488,229	3,532,706	10%
Fixed Charges	335,962,928	408,391,157	72,428,229	22%
Other Expenses	543,611,927	1,050,133,581	506,521,654	93%
Total	\$3,105,314,619	3,734,554,982	629,240,363	20%

❖ **Salary and Wages** – The 2004-05 Recommended Budget is reduced by \$12.0 million. This reduction is attributed to 997 fewer positions including the elimination of the Housing Department and 377 layoffs. The bulk of the layoffs are in the Department of Transportation. The recommendation does include wage increases of 5% for uniform employees and 2% for general city employees. There is an overall reduction of \$16.0 million in overtime over the current budget. This is in response to the City's effort in managing the escalating cost in overtime over the past ten years.

hospitalization for general city employees including police and fire retirees.

Major rate increases comprise of:

- Hospitalization 10%
- Eye Care reduced due by 13.39% due to a new retiree carrier.
- Dental increased 4.20%
- Pension for general city increased by 5.50% and police and fire increased by 73.05%

❖ **Employee Benefits** – The 2004-05 Recommended Budget includes a \$79.6 million increase or 15% higher than the current budget. The increase is primarily due to rising costs in pension and

❖ **Professional and Contractual Services** – The 2004-05 Recommended Budget is \$20.9 million lower (9%) than the 2003-2004 Budget with major reductions in the

SUMMARY – ALL FUNDS

following departments' contractual account:

- \$3.3 million in the Department of Public Works due to a reduction in the contractual account in the Non-Parks Ground Maintenance organization. Also, funds were transferred in the Stores and Supplies organization to another account.
 - \$2.4 million reduction in the Water Department is due to Information Technology contractual resource reduction for more reliance on city employees. This reduction is offset by a slight increase in their Customer Billing to support the new billing system.
 - \$6.4 million in the Sewerage Department is due to a lower rate based on renegotiated contracts in the Process Engineering organization. A reduction of contractual resources will be offset by the use of city employees within the Field Operations.
 - \$2.5 million in City Council professional service contract account. The reduction is mainly to due to block grant reduction of \$1.6 million with remaining reductions reflected throughout Council agency wide.
 - \$1.4 million in Non-Departmental for the DRMS project. The number of contractors providing consulting services has been reduced. The original intent of utilizing outside contractors to support the DRMS system was to utilize their Oracle expertise in order to train city employees to ultimately takeover the support of the DRMS system. That process has been completed and as a result, the outside contractors are no longer required to support the system.
 - \$1.2 million in the Recreation Department. Reduced contractual funding for after-school programs to hire additional staff at the Recreation Centers.
- ❖ **Operating Supplies** – The 2004-05 Recommended Budget is reduced by \$8.3 million. The reductions are reflected in Sewerage Department operating supplies-chemicals account in the repair and maintenance-equipment account in the Treatment Plant Maintenance and other city agencies.
- ❖ **Operating Services** – The 2004-05 Recommended Budget is \$7.7 million higher than the current budget. The

SUMMARY – ALL FUNDS

increase is attributed mainly to a one-time savings of \$10 million last year in the purchasing service – tipping fees account; the City under the supplemental service contract, has agreed to pay supplemental tipping fees to the Greater Detroit Resource Recovery Authority (Authority) sufficient to, among other things, meet these obligations. The lease payments approximate the amortization of the mortgage notes. The increase is offset by an equal revenue. The city is in the process of renegotiating several buildings leases. This initiative will realize a savings of 15% to the general fund.

- ❖ **Capital Equipment** – The 2004-05 Recommended Budget is 1% higher or \$731,661. This is a net increase in various agencies.
- ❖ **Capital Outlays** – The 2004-05 Recommended Budget is \$3.5 million higher than the current budget due to an increase in block grant allocation.
- ❖ **Fixed Charges** – The 2004-05 Recommended Budget is \$72.4 million (22%) higher than the current budget. There is a decrease of \$54.9 million in interest on bonded debt. There was a reduction of \$2.5 million the Detroit People Mover general fund subsidy. This reduction will have no impact upon their operations. The Buildings and Safety Engineering subsidy reduced from \$1.9 million to \$0. Contributions to the Airport operations reduced by \$200 thousand. These decreases are offset by an increase of \$126.5 million in retirement of debt-principal payments primarily within the

Water and Sewerage Department.

- ❖ **Other Expenses** – The 2004-05 Recommended Budget is \$506 million higher than the current budget with increase and decreases throughout this category within the following Departments:

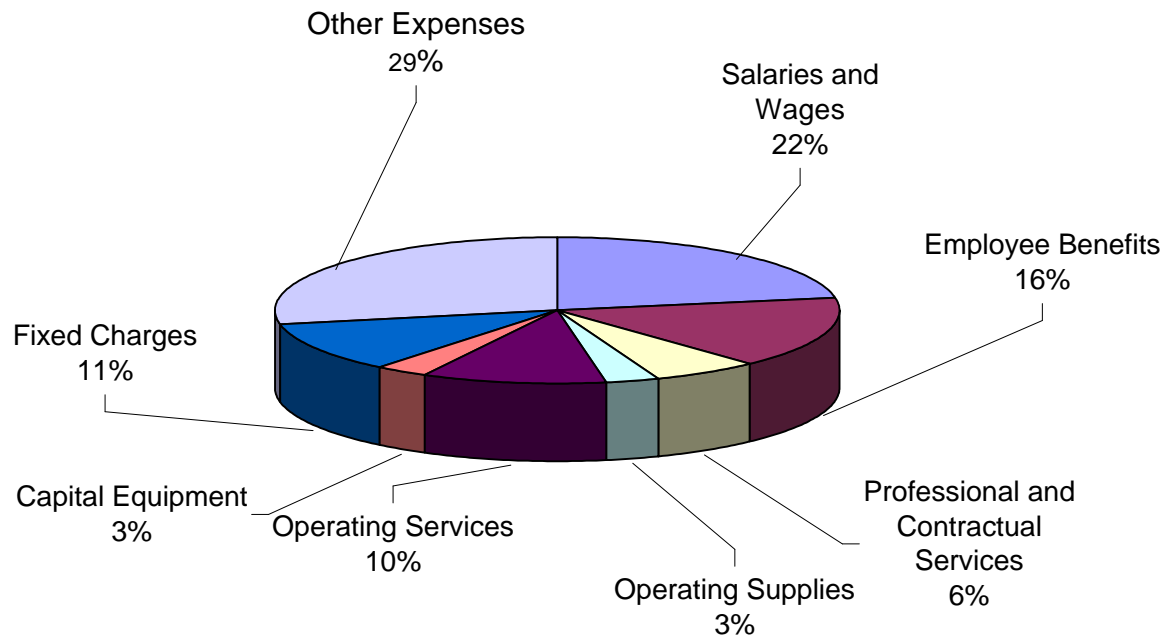
- \$400 million bond sale in the Water and \$275 million in Sewerage Department.
- A reduction of \$30 million in the training account and \$1.3 million in the training-information technology computerization account in the Detroit Workforce Development Department within several grant programs such as: the Workfirst, Welfare to Work – State, Workforce Investment Act, Youth Opportunity, Reed Workforce Investment Act Adult Program and Reed Work First Program Costs.
- \$86 million reduction as a result of the Detroit Housing Commission separation from the City.
- Part of the increase was due to \$4.7 million reserve established to account for delinquent property taxes that may ultimately be

SUMMARY – ALL FUNDS

uncollectible. In addition, in the debt service interest redemption fund and additional \$1.5 million reserve was established for property taxes which may ultimately be uncollectible.

- A reserve for uncollected property taxes was also established for the Detroit Public Library in the amount of \$740,000.
- Also, included is \$1.2 million bonds for the repaving of the main surface parking lot and the repair of pedestrian walkways in the park in the Zoological Department.
- \$2.3 million increase representing the City of Hamtramck's one-third share of the Tax Increment Financing Authority (TIFA) related to the construction of the General Motors Pole Town Plant. This agreement stipulates that when the City of Detroit captures all of its capital investments any remaining capture taxes would have to be shared with the City of Hamtramck on a one-third basis. The City of Detroit would receive two-thirds of the distribution.

CITY OF DETROIT
Summary of 2004-2005 Mayor's Recommended Budget
Appropriations by Major Object



MAJOR OBJECT	AMOUNT
Salaries and Wages	\$828,119,091
Employee Benefits	596,419,420
Professional and Contractual Services	223,868,388
Operating Supplies	116,403,086
Operating Services	390,156,842
Capital Equipment	121,063,417
Fixed Charges	408,391,157
Other Expenses	1,050,133,581
TOTAL	\$3,734,554,982

BUDGET STABILIZATION FUND HISTORY			
	Deposits	Withdrawals	Fund Balance on June 30
1986-87	29,153,008		53,120,296
1987-88	7,286,131		60,406,427
1988-89	12,215,246		72,621,673
1989-90	3,406,980		76,028,653
1990-91		53,894,025	22,134,628
1991-92		22,134,628	0
1992-93			0
1993-94			0
1994-95			0
1995-96	9,988,324		9,988,324
1996-97	9,219,027		19,207,351
1997-98	6,209,081		25,416,432
1998-99	6,690,030		32,106,462
1999-00	827,937		32,934,399
2000-01	1,150,987		34,085,386
2001-02		26,395,130	7,690,256
2002-03	777,797		8,468,053
2003-04		8,468,053	0
2004-05 (proj)	0		0

GENERAL FUND SURPLUS/(DEFICIT) HISTORY				
		Final Operating Results		
Fiscal Year	Total Expenditures	Surplus	Deficit	Surplus/(Deficit) As a Percent of Total Expenditures
1986-87	1,050,432,547	14,572,263		1.39%
1987-88	1,088,892,618	24,430,492		2.24%
1988-89	1,118,524,899	6,813,959		0.61%
1989-90	1,275,764,588		46,515,815	-3.65%
1990-91	1,187,721,203		105,928,296	-8.92%
1991-92	1,151,648,623		106,089,304	-9.21%
1992-93	1,066,685,029		26,203,862	-2.46%
1993-94	1,431,169,479		53,388,747	-3.73%
1994-95	1,140,795,935	19,976,648		1.75%
1995-96	1,448,326,141	18,430,053		1.27%
1996-97	1,322,693,636	12,418,161		0.94%
1997-98	1,406,349,518	13,380,061		0.95%
1998-99	1,438,235,097	1,655,874		0.12%
1999-00	1,511,077,783	2,301,976		0.15%
2000-01	1,488,739,205		26,395,130	-1.77%
2001-02	1,576,041,291	1,555,594		.10%
2002-03	1,601,368,138		69,063,211	-4.3%
2003-04 (proj)	1,497,801,791	0		N/A

General Fund and General Grants
Statement of Revenue, Expenditures and Changes in Fund Balance

	2004-05 Recommended	2003-04 Estimate	2003-04 Budget	2002-03 Actual
Fund Balance at Beginning of Year.....	0	(69,063,211)	0	206,220,362
Revenues:				
Taxes, Assessment, Interest and Penalties.....	726,874,714	701,673,488	687,349,323	666,738,025
Licenses, Permits, and Inspection Charges.....	11,930,049	10,025,227	11,548,677	8,431,008
Shared Taxes.....	287,483,418	288,039,672	312,039,672	319,593,994
Grants.....	1,180,400	908,600	2,349,600	65,983,083
Sales and Charges for Services.....	196,414,597	191,849,993	191,045,111	171,070,989
Ordinance Fines.....	26,497,417	24,920,517	25,975,517	20,571,308
Revenues from Use of Assets.....	50,712,342	28,908,078	28,821,784	31,140,214
Other Revenues.....	90,953,036	79,020,094	84,323,108	96,412,047
Total Revenues.....	1,392,045,973	1,325,345,669	1,343,452,792	1,379,940,668
Other Financing Sources:				
Proceeds from Bonds, Notes, and Loans-Net.....	154,315,334	180,719,479	120,650,000	52,725,000
Transfers:				
Special Revenue Fund.....	35,395,572	33,698,999	33,698,999	48,917,651
Capital Projects Fund.....	--	--	--	3,276,168
Trust and Agency Funds.....	--	--	--	--
Budget Stabilization Reserve.....	--	8,468,053	--	--
Component Units.....	--	--	--	--
Total Other Financing Sources.....	189,710,906	222,886,531	154,348,999	104,918,819
Total Revenues and Other Financing Sources.....	1,581,756,879	1,548,232,200	1,497,801,791	1,484,859,487
Expenditures:				
Public Protection:				
Consumer Affairs.....	--	1,260,389	1,638,216	1,293,578
Fire.....	204,891,527	183,561,464	182,169,282	161,204,679
Human Rights.....	2,193,726	2,240,038	2,267,722	1,848,029
Ombudsman.....	1,455,586	1,550,038	1,547,288	1,388,092
Parking Enforcement.....	9,592,212	8,890,314	9,092,614	8,258,602
Police.....	468,570,686	426,044,808	415,083,026	362,362,682
36th District Court.....	49,354,273	47,821,804	47,716,997	47,730,303
Office of Homeland Security.....	630,254	--	--	--
Total Public Protection.....	736,688,264	671,368,855	659,515,145	584,085,965
Department of Health and Wellness Promotion.....	40,435,102	38,085,755	41,136,211	102,199,493
Recreation and Culture:				
Arts.....	642,975	642,975	642,975	705,783
Department of Culture, Arts and Tourism.....	1,283,616	1,182,693	1,396,383	804,071
Historical.....	3,255,865	3,383,951	3,170,951	3,439,100
Recreation.....	46,710,581	52,180,364	51,631,905	59,312,440
Senior Citizens.....	1,286,034	875,511	1,015,511	998,143
Youth.....	--	--	--	0
Zoological Park.....	13,699,738	14,242,052	14,124,132	13,218,841
Total Recreation and Culture.....	66,878,809	72,507,546	71,981,857	78,478,378
Economic Development-Civic Center.....	24,079,038	23,901,086	24,384,968	21,102,783
Housing Supply and Conditions:				
Buildings And Safety Engineering.....	--	--	--	--
Planning and Development.....	10,949,632	11,987,184	12,113,471	13,643,041
Total Housing Supply and Conditions.....	10,949,632	11,987,184	12,113,471	13,643,041
Physical Environment				
Environmental Affairs.....	2,278,559	2,499,431	2,710,571	2,108,503
Public Lighting.....	61,938,435	63,822,967	65,062,588	61,889,652
Public Works.....	174,618,832	173,969,090	171,575,539	188,007,881
Total Physical Environment.....	238,835,826	240,291,488	239,348,698	252,006,036

General Fund and General Grants
Statement of Revenue, Expenditures and Changes in Fund Balance

	2004-05 Recommended	2003-04 Estimate	2003-04 Budget	2002-03 Actual
Development and Management:				
Auditor General.....	3,128,542	2,890,648	3,294,648	2,217,174
Budget.....	3,355,110	3,312,519	3,312,519	2,944,588
City Clerk.....	4,028,193	3,846,957	4,196,957	3,696,060
City Council.....	14,062,555	15,129,671	16,492,759	12,295,932
Election Commission.....	10,337,014	7,462,560	8,317,760	12,053,576
Finance.....	45,841,712	42,193,705	46,819,423	41,327,297
Law.....	25,269,165	26,804,477	28,116,087	28,172,886
Mayor's Office.....	10,510,110	10,177,274	10,670,474	9,346,761
Human Resources.....	31,894,667	29,010,052	29,799,976	25,615,777
Information Technology Services.....	25,261,654	28,341,945	31,328,145	31,051,310
Communication and Creative Services.....	2,584,568	2,116,196	2,164,131	2,065,033
Zoning Appeals Board.....	911,016	918,276	973,276	786,881
Department of Administrative Hearings.....	2,321,167	--	--	--
Non Departmental.....	123,274,105	104,256,588	119,017,710	227,844,696
Total Development and Management.....	302,779,578	276,460,868	304,503,865	399,417,971
Capital Outlay				11,966,469
Debt Service:				
Interest				0
Bond Issuance Costs				758,428
Total Expenditures.....	1,420,646,249	1,334,602,782	1,352,984,215	1,463,658,564
Other Financing Uses - Transfers				
Other Funds:				
Major Street Fund.....	--	--	--	--
Community Development Block Grant Fund.....	--	--	--	1,343,302
Construction Code Fund.....	--	1,911,353	1,911,353	5,957,363
Detroit Building Authority.....	--	--	--	355,343
Human Services Fund.....	1,296,760	1,282,824	1,346,463	6,538,864
Federal Employment and Training Funds.....	2,000	6,500	2,000	--
Capital Projects Fund.....	--	--	--	--
General Debt Service Fund.....	58,006,496	41,063,366	41,063,366	44,238,894
Airport Fund.....	2,568,402	2,596,949	2,789,179	2,530,701
Urban Renewal Fund.....	--	--	--	--
Transportation Fund.....	77,351,120	78,464,950	78,464,950	75,488,107
Trust and Agency Funds.....	--	--	--	--
Housing	1,257,000	1,257,000	1,257,000	1,257,000
Components Units.....	20,628,852	17,983,265	17,983,265	
Payment to Refunded Debt Escrow				
Total Other Financing Uses.....	161,110,630	144,566,207	144,817,576	137,709,574
Total Expenditures and Other Financing Uses	1,581,756,879	1,479,168,989	1,497,801,791	1,601,368,138
Excess (Deficiency) of Revenues and Other Financing				
Sources Over/(Under) Expenditures and Other				
Financing Uses.....		69,063,211	0	(32,790,755)
Cumulative Effect of Change in Accounting Principle.....	--	--	--	
Net Change in Fund Balance.....	--	--	--	(52,758,651)
Increase in Inventories.....	--	--	--	(13,157,304)
Fund Balance at End of Year.....		0	0	140,304,407

Source: Comprehensive Annual Financial Report

Note: Fund Balance: Governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties use for specific purposes. Designation of fund balance represent tentative City plans, that are subject to change. See the Surplus/Deficit Schedule and Budget Fund History for more information on General Fund Balance History and Budget Stabilization Fund History.

CITY OF DETROIT
PERSONAL SERVICES - COMPARISON OF
2003-04 BUDGET TO 2004-2005 MAYOR'S RECOMMENDED BUDGET

	2002-03 ACTUAL	2003-04 BUDGET	2004-05 CITY RECOM	2004-05 GRANT RECOM	2004-05 TOTAL RECOM	03-04 to 04-05 INCREASE (DECREASE)
<u>GENERAL CITY AGENCIES</u>						
<u>EXECUTIVE AGENCIES</u>						
11 Arts	0	0	0	0	0	0
12 Budget	31	31	31	0	31	0
14 Civic Center	86	103	80	0	80	(23)
15 Communication and Creative Services	17	19	21	0	21	2
16 Consumer Affairs	19	25	0	0	0	(25)
17 Department of Culture, Arts & Tourism	5	15	12	0	12	(3)
19 Department of Public Works	1,448	1,339	1,257	0	1,257	(82)
21 Detroit Workforce Development Department	83	95	0	95	95	0
22 Environmental Affairs	27	34	26	0	26	(8)
23 Finance	531	533	491	0	491	(42)
Fire-Civilian	457	485	469	0	469	(16)
Fire-Uniformed	1,341	1,431	1,431	0	1,431	0
24 Fire-Total	1,798	1,916	1,900	0	1,900	(16)
25 Department of Health and Wellness						
Promotion	583	656	472	133	605	(51)
26 Historical	41	38	31		31	(7)
28 Human Resources	370	392	377	0	377	(15)
29 Human Rights	21	26	23	0	23	(3)
30 Department of Human Services	153	171	9	153	162	(9)
31 Information Technology Services	140	154	121	0	121	(33)
32 Law	193	227	185	0	185	(42)
33 Mayor's Office	95	101	98	0	98	(3)
36 Planning and Development	255	279	60	205	265	(14)
Police-Civilian	608	652	609	3	612	(40)
Police-Uniformed	3,926	4,273	4,227	44	4,271	(2)
37 Police-Total	4,534	4,925	4,836	47	4,883	(42)
38 Public Lighting	287	298	298	0	298	0
39 Recreation	1,691	717	686	1	687	(30)
40 Senior Citizens	11	11	10	2	12	1
44 Zoological Institute	225	186	171	0	171	(15)
45 Department of Administrative Hearings	0	0	6	0	6	6
46 Detroit Office of Homeland Security	0	0	6	0	6	6
<u>LEGISLATIVE AGENCIES</u>						
50 Auditor General	19	30	23	0	23	(7)
51 Zoning	15	16	14	0	14	(2)
52 City Council	106	109	104	0	104	(5)
53 Ombudsman	13	11	11	0	11	0
70 City Clerk	27	33	29	0	29	(4)
71 Election Commission	152	101	99	0	99	(2)
<u>JUDICIAL AGENCY</u>						
60 36th District Court	31	508	450	0	450	(58)
<u>OTHER AGENCIES</u>						
35 Non-Departmental	31	43	52	0	52	9
TOTAL GENERAL CITY AGENCIES	13,038	13,142	11,989	636	12,625	(517)
<u>ENTERPRISE AGENCIES</u>						
10 Airport	40	23	23	0	23	0
13 Buildings and Safety Engineering	310	338	300	31	331	(7)
20 Department of Transportation	1,778	1,838	1,718	0	1,718	(120)
27 Housing	247	357	0	0	0	(357)
34 Municipal Parking	123	130	124	0	124	(6)
41 D.W.S.D. - Water Supply	1,851	2,097	2,097	0	2,097	0
42 D.W.S.D. - Sewerage Disposal	1,095	1,301	1,302	0	1,302	1
72 Library	480	476	485	0	485	9
TOTAL ENTERPRISE AGENCIES	5,924	6,560	6,049	31	6,080	(480)
GRAND TOTAL	18,962	19,702	18,038	667	18,705	(997)

SUMMARY – ALL FUNDS PERSONAL SERVICES

There are 997 fewer positions in the 2004-05 Recommended Budget than the 2003-04 Budget. In general vacant positions and some filled positions were deleted due to fiscal constraints. The Major Changes are:

Auditor General –(7) FTE

- ❖ Auditing Operations was reduced by five (5) .
- ❖ Risk Management Council was reduced by two (2).

Buildings and Safety – (7) FTE

- ❖ A net reduction of three (3) block grant positions were reduced, in part due to the elimination of six (6) positions from the Nuisance Abatement Program and three (3) positions added to the Demolition Program.
- ❖ A net reduction of three (3) positions were reduced from other divisions in the department.
- ❖ A total of thirteen (13) positions were transferred from Consumer Affairs.

City Clerk – (4) FTE

- ❖ Office of the City Clerk was reduced by one (1).
- ❖ City Council Support Staff was reduced by three (3).

City Council – (5) FTE

- ❖ Research & Analysis Division was reduced by two (2).
- ❖ City Council Administration was reduced by two (2).
- ❖ City Planning Commission was reduced by one (1).

Civic Center– (23) FTE

- ❖ A net reduction of one (1) position in Administration.
- ❖ Six (6) positions were reduced from Security Cobo.
- ❖ Ten (10) positions were reduced in Maintenance Cobo.
- ❖ Five (5) positions were reduced in Building Services.
- ❖ One (1) position reduced in Operations.

Communications & Creative Services –2 FTE

- ❖ General Office was increased by two (2) positions transferred from Planning and Development and Recreation Department for the centralization of communication function.

Consumer Affairs – (25) FTE

- ❖ The functions of the Consumer Affairs department are being transferred to other departments.
- ❖ Consumer Advocacy function to Senior Citizens.
- ❖ Business Licenses function to Buildings and Safety Engineering.
- ❖ Weights and Measures function to Police.

Department of Culture, Arts & Tourism – (3) FTE

- ❖ Eastern Market was reduced by three (3).

Department of Administrative Hearings – 6 FTE

- ❖ Newly established department was added to include six (6) new positions.

Department of Public Works (DPW) – (82) FTE

- ❖ One-hundred two (102) positions were deleted in various divisions in the agency. The positions were reduced in the following areas: Solid Waste (40), Vehicle Management (8), City Engineering (21), Street Cleaning (11) and Street Maintenance (22).
- ❖ Twenty (20) positions were added to the agency. This includes three (3) positions for the Assistance Center, two (2) positions in the Sign Shop, and

SUMMARY – ALL FUNDS PERSONAL SERVICES

fifteen (15) positions for the Seasonal Bulk division.

Department of Health and Wellness Promotion – (51) FTE

- ❖ A net reduction of thirty (31) city positions were reduced throughout the agency in areas such as: Administration, Epidemiology, STD Control, Animal Control, Community & Industrial Hygiene and Rodent Impact Program.
- ❖ A net reduction of twenty (20) grant positions were also reduced.

Detroit Office of Homeland Security- 6 FTE

- ❖ New established department was added to include six (6) transferred positions from Non-Departmental-Greater Detroit Resource Recovery Authority (1) and the Fire Department (5).

Department of Transportation (120) FTE

- ❖ A net of three (3) positions were reduced from Plant Maintenance.
- ❖ Vehicle Maintenance was reduced by one-hundred seventeen (117).

DWSD – Sewerage Disposal – 1 FTE

- ❖ One (1) position was added.

Elections – (2) FTE

- ❖ Registration was reduced by two (2).

Environmental Affairs – (8) FTE

- ❖ Five (5) positions were deleted in Administration and three (3) positions were reduced from Enforcement.

Finance – (42) FTE

- ❖ Three (3) positions for the Office of Targeted Business Development were transferred to Non-Departmental.

- ❖ The remaining thirty-nine (39) were reduced from Assessment, Treasury, Accounts Division and Departmental Accounting Operations.

Fire – (16) FTE

- ❖ Eleven (11) positions were reduced in Vehicle Management and Supply.
- ❖ Five (5) positions were transferred to the Detroit Office of Homeland Security.

Historical – (7) FTE

- ❖ Administration was reduced by one (1).
- ❖ Maintenance was reduced by three (3).
- ❖ Education and Interpretation was reduced by three (3).

Housing – (357) FTE

- ❖ The Detroit Housing Commission will be separated from the City of Detroit.

Human Resources – (15) FTE

- ❖ A net of twelve (12) positions have been reduced throughout the department in areas such as: Recruitment and Selection, Test Development, Employee Certification, Classification & Compensation, Organization and Employee Development, Labor Relations and Employee Services.
- ❖ An increase of three (3) positions were added to the Apprentice Program.

Human Services – (9) FTE

- ❖ Seven (7) grant positions were reduced from the Drug Treatment Program due to a reduction in the funding allocation.
- ❖ Two (2) general fund positions were reduced from Youth Activity and Homeless Services-Staff.

Human Rights – (3) FTE

- ❖ One (1) position was added to assist with the American Disability Act

SUMMARY – ALL FUNDS PERSONAL SERVICES

(ADA) activities and four (4) positions were deleted from Contract Compliance.

Information Technology Services – (33) FTE

- ❖ A net of thirty-five (35) positions were deleted and two (2) positions were added to assist with the Department of Justice initiatives.

Law – (42) FTE

- ❖ One (1) position was added to assist with the department's computerized support system. This increase is offset by forty-three (43) reduced positions in Administration.

Library – 9 FTE

- ❖ As a result of a reorganization and consolidation of divisions, a total of nine (9) positions were added.

Mayor's Office (3) FTE

- ❖ Three (3) positions were reduced.

Municipal Parking – (6) FTE

- ❖ Administration was reduced by one (1).
- ❖ Meter Maintenance was reduced by five (5).

Non-Departmental – 9 FTE

- ❖ Three (3) positions were transferred from Finance-Office of Targeted Business Development.
- ❖ The remaining net of six (6) positions were added.

Planning and Development – (14) FTE

- ❖ One (1) position was transferred to Communication and Creative Services for the centralization of communications.
- ❖ Thirteen (13) block grant positions were deleted from divisions such as: Empowerment Zone, Grants/MIS Unit,

Financial Management, Planning and Neighborhood Development.

Police – (42) FTE

- ❖ Reduced two (2) positions - Assistant Chief and Commander due to departmental reorganization.
- ❖ Eight (8) civilian positions were added. This includes four (4) of the positions that were transferred from Consumer Affairs-Weights and Measures.
- ❖ Forty-eight (48) civilian positions were deleted from various divisions throughout the agency.

Recreation – (30) FTE

- ❖ One (1) position was added and then transferred to the Communications & Creative Services Department for the centralization of communications.
- ❖ One (1) position was deleted from Building Repairs and Improvements.
- ❖ Two (2) positions were deleted from Administration Support Unit.
- ❖ One (1) position was deleted from Huber Storerooms.
- ❖ A net of two (2) positions were deleted from the North District.
- ❖ A net of two (2) positions were deleted from the South District.
- ❖ A net of five (5) positions were deleted from the West District.
- ❖ A net of five (5) positions were deleted from the East District.
- ❖ A net of three (3) positions were deleted from Belle Isle.
- ❖ A net of two (2) positions were deleted from the Athletic Program.
- ❖ A net of six (6) positions were deleted from Business Operations (formerly the Greater Downtown District).
- ❖ One (1) position was deleted at the Butzel Family Center.

**SUMMARY – ALL FUNDS
PERSONAL SERVICES**

Senior Citizens – 1 FTE

- ❖ Three (3) positions were transferred from the Consumers Advocacy division of the Consumer Affairs Department. Two (2) positions were deleted from the Seniors Aides Division.

Zoning – (2) FTE

- ❖ Two (2) positions were deleted.

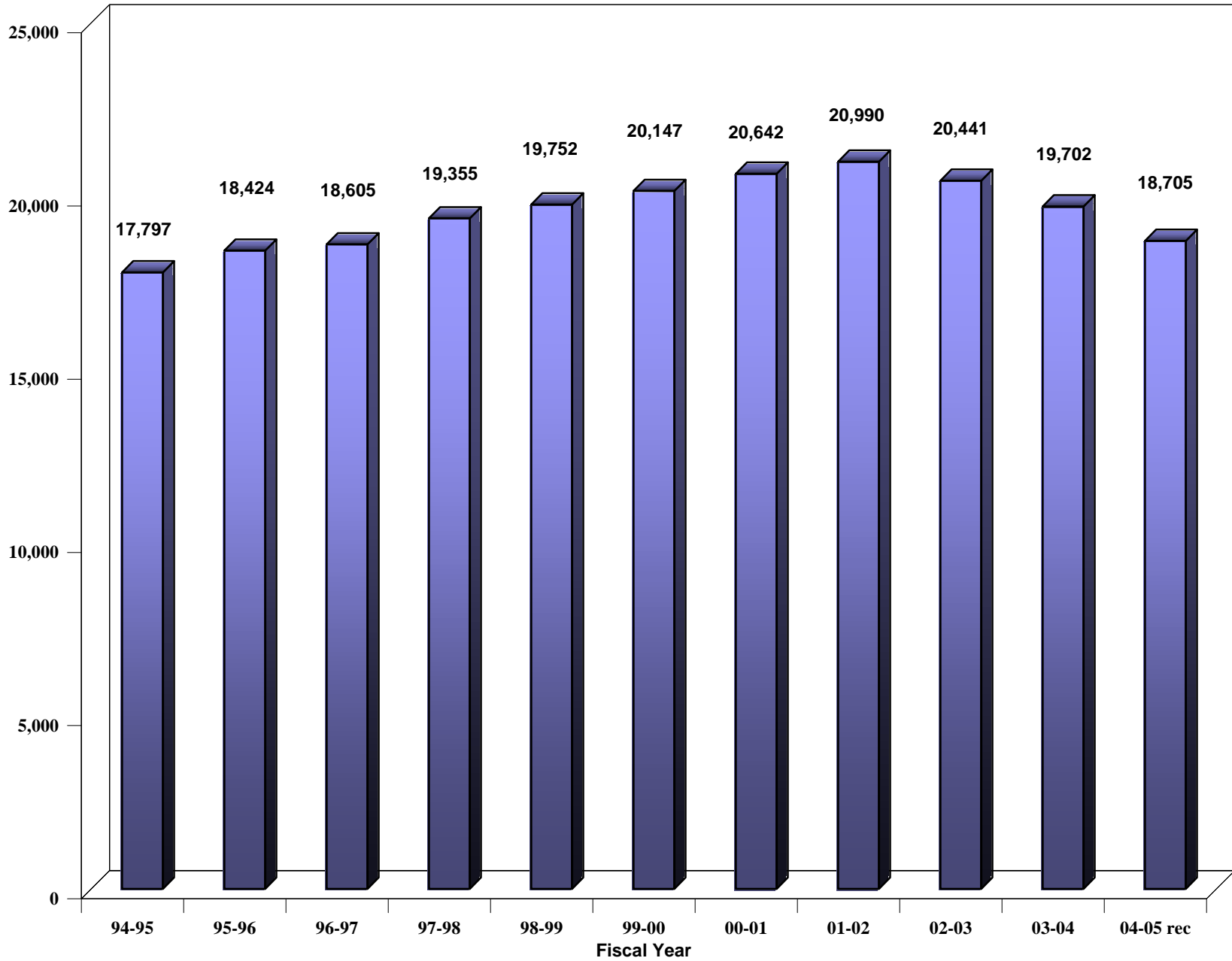
Zoological – (15) FTE

- ❖ Zoo Administration was reduced by one (1) position.
- ❖ Nine (9) positions were deleted in the Main Zoo.
- ❖ Three (3) positions were deleted in Belle Isle.

36th District Court – (58) FTE

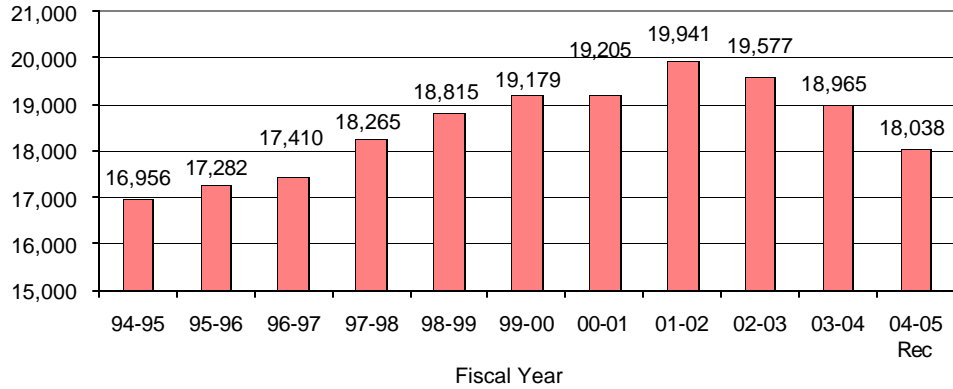
- ❖ Fifty-eight (58) positions were reduced.

**City of Detroit
Total Number of Budgeted Positions**

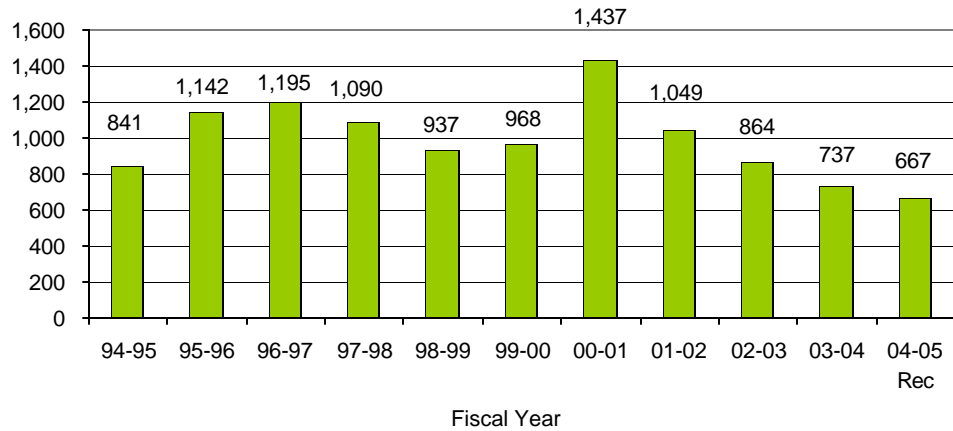


CITY OF DETROIT HISTORY OF BUDGETED POSITIONS

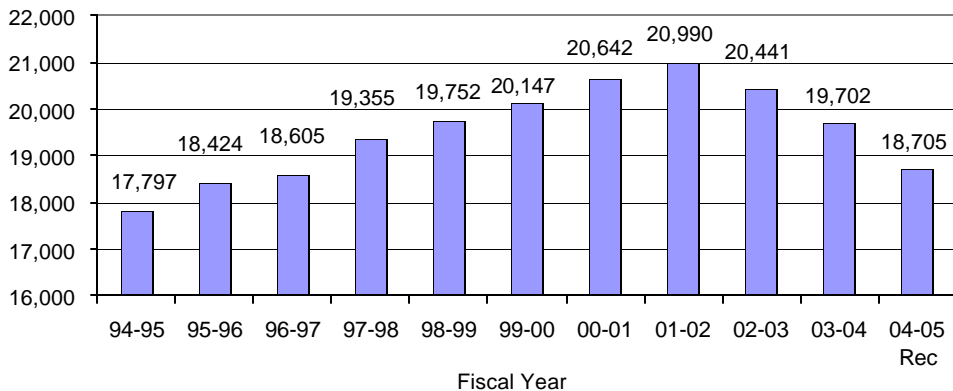
City Funded Positions



Grant Funded Positions



All Budgeted Positions



CITY OF DETROIT
SUMMARY OF 2004-2005 MAYOR'S RECOMMENDED BUDGET - REVENUES BY FUND

	General Fund	Community Development Block Grant	Internal Service Fund	Library	Federal Employment & Training	Major and Local Streets	Human Services	General Grants	General Debt Service	General Capital Projects	Enterprise Funds	Urban Renewal & Drug Enforcement Funds	Grand Total
GENERAL CITY AGENCIES													
EXECUTIVE AGENCIES													
A11000 Arts.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$0
A12000 Budget.....													0
A14000 Civic Center.....	9,217,661									925,000			10,142,661
A15000 Communications and Creative Services.....	94,973												94,973
A17000 Dept of Culture, Arts and Tourism.....	1,040,653							400,846		400,000			1,841,499
A19000 Department of Public Works.....	44,601,990					28,861,716				1,000,000			74,463,706
A21000 Detroit Workforce Development Dept ..					43,584,185								43,584,185
A22000 Environmental Affairs.....	3,280,207												3,280,207
A23000 Finance.....	8,232,610												8,232,610
A24000 Fire.....	11,271,720									1,500,000			12,771,720
A25000 Dept of Health & Wellness Promotion ..	17,679,491							55,570,387		1,000,000			74,249,878
A26000 Historical.....	414,134									1,650,000			2,064,134
A28000 Human Resources.....	14,803,856												14,803,856
A29000 Human Rights.....	61,200												61,200
A30000 Human Services.....	300,000	3,699,334					66,686,796	2,771,000					73,457,130
A31000 Information Technology Services.....	747,305												747,305
A32000 Law.....	3,114,357												3,114,357
A33000 Mayor's Office.....													0
A36000 Planning and Development.....	34,516,582	39,531,697						404,981		3,000,000		11,301,351	88,754,611
A37000 Police.....	72,719,286							8,701,908		6,150,000		1,600,000	89,171,194
A38000 Public Lighting.....	54,958,300									10,000,000			64,958,300
A39000 Recreation.....	2,957,602							79,325		6,350,000			9,386,927
A40000 Senior Citizens.....	200,000							200,000					400,000
A44000 Zoological Institute.....	9,666,530									3,450,000			13,116,530
A45000 Dept of Administrative Hearings.....	562,330												562,330
A46000 Detroit Office of Homeland Security....													0
LEGISLATIVE AGENCIES													
A50000 Auditor General.....	240,000												240,000
A51000 Board of Zoning Appeals.....	120,000												120,000
A52000 City Council.....	2,175	25,000											27,175
A53000 Ombudsperson.....													0
A70000 City Clerk.....													0
A71000 Department of Elections.....	3,000	194,555											197,555
JUDICIAL AGENCY													
A60000 36th District Court.....	21,752,339												21,752,339
OTHER AGENCIES													
A35000 Non-Departmental.....	1,257,498,578		48,787,894							7,487,400			1,313,773,872
TOTAL GENERAL CITY AGENCIES.....	\$1,570,056,879	\$43,450,586	\$48,787,894	\$0	\$43,584,185	\$28,861,716	\$66,686,796	\$68,128,447	\$0	\$42,912,400	\$0	\$12,901,351	\$1,925,370,254
A18000 Debt Service.....									70,599,475				70,599,475
ENTERPRISE AGENCIES													
A10000 Airport.....										2,000,000	3,663,466		5,663,466
A13000 Buildings and Safety Engineering.....		10,536,644									26,561,256		37,097,900
A20000 Department of Transportation.....											171,169,345		171,169,345
A34000 Municipal Parking.....	11,700,000										38,633,701		50,333,701
A41000 Water.....											700,721,800		700,721,800
A42000 Sewerage.....											730,409,600		730,409,600
A72000 Library.....				42,452,841						736,600			43,189,441
TOTAL ENTERPRISE AGENCIES.....	\$11,700,000	\$10,536,644	\$0	\$42,452,841	\$0	\$0	\$0	\$0	\$0	\$2,736,600	\$1,671,159,168	\$0	\$1,738,585,253
GRAND TOTAL.....	\$1,581,756,879	\$53,987,230	\$48,787,894	\$42,452,841	\$43,584,185	\$28,861,716	\$66,686,796	\$68,128,447	\$70,599,475	\$45,649,000	\$1,671,159,168	\$12,901,351	\$3,734,554,982

CITY OF DETROIT
General Fund Revenue History

	2004-05 Recommended	2003-04 Budget	2002-03 Budget	2001-02 Budget
GENERAL CITY AGENCIES				
EXECUTIVE AGENCIES				
11 Arts.....	\$.....	\$.....	\$.....	\$.....
12 Budget.....	--	--	--	--
14 Civic Center.....	9,217,661	9,059,659	7,578,910	7,572,991
15 Communication and Creative Services.....	94,973	--	--	--
16 Consumer Affairs.....	--	1,706,180	1,702,640	2,016,740
17 Department of Culture, Arts and Tourism.....	1,040,653	818,700	18,850	20,000
19 Department of Public Works.....	44,601,990	41,895,521	38,268,010	65,090,858
21 Detroit Workforce Development Department.....	--	--	--	--
22 Environmental Affairs.....	3,280,207	2,885,517	230,000	--
23 Finance.....	8,232,610	7,840,913	7,573,728	6,582,730
24 Fire.....	11,271,720	9,858,223	8,519,550	8,255,477
25 Department of Health and Wellness Promotion...	17,679,491	13,060,383	13,525,883	13,966,876
26 Historical.....	414,134	607,265	549,550	476,200
28 Human Resources.....	14,803,856	12,488,589	11,796,682	11,650,279
29 Human Rights.....	61,200	61,200	13,500	13,500
30 Human Services.....	300,000	--	--	--
31 Information Technology Services.....	747,305	3,069,747	3,094,857	4,019,905
32 Law.....	3,114,357	3,588,689	3,811,332	3,726,332
33 Mayor's Office.....	--	--	--	8,000
36 Planning & Development.....	34,516,582	14,299,041	46,050,732	5,440,000
37 Police.....	72,719,286	76,755,158	73,079,786	71,571,387
38 Public Lighting.....	54,958,300	53,919,200	53,811,700	51,600,000
39 Recreation.....	2,957,602	2,774,333	7,875,178	7,591,124
40 Senior Citizens.....	200,000	200,000	--	--
43 Youth.....	--	--	--	--
44 Zoological Institute.....	9,666,530	9,294,047	9,317,327	9,050,408
45 Department of Administrative Hearings.....	562,330	--	--	--
46 Office of Homeland Security.....	--	--	--	--
LEGISLATIVE AGENCIES				
50 Auditor General.....	240,000	200,000	200,000	300,000
51 Board of Zoning Appeals.....	120,000	120,000	120,000	112,000
52 City Council.....	2,175	2,175	3,850	3,850
53 Ombudsman.....	--	--	--	--
70 City Clerk.....	--	--	--	--
71 Election Commission.....	3,000	1,131,660	2,500	15,000
JUDICIAL AGENCY				
60 36th District Court.....	21,752,339	19,488,516	17,803,899	19,455,918
OTHER AGENCIES				
35 Non-Departmental.....	1,257,498,578	1,200,977,075	1,104,726,198	1,189,050,441
TOTAL GENERAL CITY AGENCIES.....	1,570,056,879	1,486,101,791	1,409,674,662	1,477,590,016
18 Debt Service Fund.....	--	--	--	--
ENTERPRISE AGENCIES				
10 Airport.....	--	--	--	--
27 Housing.....	--	--	--	--
20 Department of Transportation.....	--	--	--	--
34 Municipal Parking.....	11,700,000	11,700,000	9,700,000	9,500,000
41 D.W.S.D.- Water Supply.....	--	--	--	--
42 D.W.S.D.- Sewage Disposal.....	--	--	--	--
72 Library.....	--	--	--	--
TOTAL ENTERPRISE AGENCIES.....	11,700,000	11,700,000	9,700,000	9,500,000
TOTAL TRANSFERS.....	--	--	--	--
GRAND TOTAL.....	\$1,581,756,879	\$1,497,801,791	\$1,419,374,662	\$1,487,090,016

Sources: Comprehensive Annual Financial Report, Redbook

CITY OF DETROIT
SUMMARY OF 2004-2005 MAYOR'S RECOMMENDED BUDGET - REVENUES BY MAJOR CLASSIFICATION

	Taxes, Assessments and Interest	Licenses, Permits and Inspection Charges	Fines, Forfeits and Penalties	Revenues from Use of Assets	Grants, Shared Taxes and Revenues	Sales and Charges for Services	Sales of Assets and Compensation for Losses	Contributions and Transfers	Miscellaneous	Grand Total
GENERAL CITY AGENCIES										
EXECUTIVE AGENCIES										
A11000 Arts.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$.....	\$0
A12000 Budget.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	0
A14000 Civic Center.....	.....	.....	.....	7,615,168	.....	900,493	.....	925,000	702,000	10,142,661
A15000 Communications and Creative Services ..	.....	.....	.....	.....	.....	94,973	.....	.....	.....	94,973
A17000 Dept of Culture, Arts and Tourism.....	.....	.....	.....	911,453	341,795	57,751	.....	50,000	480,500	1,841,499
A19000 Department of Public Works.....	28,811,327	7,808,351	.....	1,338,648	.....	35,712,048	751,793	.....	41,539	74,463,706
A21000 Detroit Workforce Development Dept. ....	.....	.....	.....	.....	43,334,185	.....	.....	.....	250,000	43,584,185
A22000 Environmental Affairs.....	.....	.....	2,798,457	.....	.....	481,750	.....	.....	.....	3,280,207
A23000 Finance.....	.....	.....	33,884	.....	.....	7,908,302	2,000	.....	288,424	8,232,610
A24000 Fire.....	.....	1,225,000	.....	.....	.....	9,938,459	23,000	.....	1,585,261	12,771,720
A25000 Dept of Health and Wellness Promotion. .	.....	1,121,157	398,960	370,000	54,844,223	15,610,538	.....	620,000	1,285,000	74,249,878
A26000 Historical.....	.....	.....	.....	81,950	.....	332,184	.....	.....	1,650,000	2,064,134
A28000 Human Resources.....	.....	.....	.....	.....	.....	14,803,256	.....	.....	600	14,803,856
A29000 Human Rights.....	.....	.....	.....	.....	.....	61,200	.....	.....	.....	61,200
A30000 Human Services.....	.....	.....	.....	.....	70,714,998	2,622,500	.....	.....	119,632	73,457,130
A31000 Information Technology Services.....	.....	.....	.....	.....	.....	747,305	.....	.....	.....	747,305
A32000 Law.....	.....	.....	.....	.....	.....	2,934,357	.....	.....	180,000	3,114,357
A33000 Mayor's Office.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	0
A36000 Planning and Development.....	5,000	.....	.....	675,000	44,779,133	1,267,187	38,165,734	500,000	3,362,557	88,754,611
A37000 Police.....	55,000,000	1,751,641	3,880,000	.....	7,156,579	10,790,545	70,000	1,545,329	8,977,100	89,171,194
A38000 Public Lighting.....	.....	3,900	.....	50,000	.....	54,554,400	.....	.....	10,350,000	64,958,300
A39000 Recreation.....	.....	.....	.....	1,840,383	79,325	1,117,219	.....	.....	6,350,000	9,386,927
A40000 Senior Citizens.....	.....	.....	.....	.....	400,000	.....	.....	.....	.....	400,000
A44000 Zoological Institute.....	.....	.....	.....	2,161,653	500	7,477,877	.....	.....	3,476,500	13,116,530
A45000 Department of Administrative Hearings. .	.....	.....	.....	.....	.....	562,330	.....	.....	.....	562,330
A46000 Detroit Office of Homeland Security.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	0
LEGISLATIVE AGENCIES										
A50000 Auditor General.....	.....	.....	.....	.....	.....	240,000	.....	.....	.....	240,000
A51000 Board of Zoning Appeals.....	.....	.....	.....	.....	.....	120,000	.....	.....	.....	120,000
A52000 City Council.....	.....	.....	.....	.....	25,000	.....	.....	.....	2,175	27,175
A53000 Ombudsperson.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	0
A70000 City Clerk.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	0
A71000 Department of Elections.....	.....	.....	.....	.....	194,555	3,000	.....	.....	.....	197,555
JUDICIAL AGENCY										
A60000 36th District Court.....	.....	.....	10,865,000	.....	834,895	10,052,444	.....	.....	.....	21,752,339
OTHER AGENCIES										
A35000 Non-Departmental.....	666,799,103	20,000	4,800,000	5,099,400	286,648,523	58,305,353	28,269,590	87,552,638	176,279,265	1,313,773,872
TOTAL GENERAL CITY AGENCIES.....	\$750,615,430	\$11,930,049	\$22,776,301	\$20,143,655	\$509,353,711	\$236,695,471	\$67,282,117	\$91,192,967	\$215,380,553	\$1,925,370,254
A18000 Debt Service.....	70,599,475	.....	.....	.....	.....	.....	.....	.....	.....	70,599,475
ENTERPRISE AGENCIES										
A10000 Airport.....	.....	.....	.....	972,564	.....	117,500	.....	2,568,402	2,005,000	5,663,466
A13000 Buildings and Safety Engineering.....	.....	24,982,497	1,558,759	.....	10,536,644	20,000	.....	.....	.....	37,097,900
A20000 Department of Transportation.....	.....	.....	.....	913,000	.....	87,180,225	.....	83,051,120	25,000	171,169,345
A34000 Municipal Parking.....	.....	.....	11,700,000	25,922,500	.....	61,244	.....	12,199,957	450,000	50,333,701
A41000 Water.....	.....	.....	.....	10,670,700	.....	288,633,184	.....	.....	401,417,916	700,721,800
A42000 Sewerage.....	.....	.....	.....	24,801,400	.....	365,015,300	.....	.....	340,592,900	730,409,600
A72000 Library.....	34,388,275	.....	1,770,000	887,100	2,442,339	195,000	505,000	2,888,361	113,366	43,189,441
TOTAL ENTERPRISE AGENCIES.....	\$34,388,275	\$24,982,497	\$15,028,759	\$64,167,264	\$12,978,983	\$741,222,453	\$505,000	\$100,707,840	\$744,604,182	\$1,738,585,253
GRAND TOTAL.....	\$855,603,180	\$36,912,546	\$37,805,060	\$84,310,919	\$522,332,694	\$977,917,924	\$67,787,117	\$191,900,807	\$959,984,735	\$3,734,554,982

SUMMARY – ALL FUNDS REVENUES BY MAJOR CLASSIFICATION

TAXES, ASSESSMENT AND INTEREST

2003-04 Budget	2004-05 Mayor's Recommendation	Difference Budget to Recom	Percent Change
\$807,238,117	\$855,603,497	\$48,365,380	5.99%

This classification contains Real and Personal Property Tax, Municipal Income Tax, Utility Users Tax, Special Assessments, Industrial Facilities Tax and other Miscellaneous Taxes.

Municipal Income Tax - The 2004-05 Budgeted projection is \$311 million, \$10.6 million increase from current budget. This recommendation is based on actual collections and growth rates of:

Fiscal Year	Collections (in millions)	% inc/dec
93-94	296.6	
94-95	312.7	5.3%
95-96	335.8	7.4%
96-97	332.9	-0.9%
97-98	361.6	8.6%
98-99	370.4	2.4%
99-00	378.3	2.1%
00-01	341.0	-9.9%
01-02	323.5	-4.1%
02-03	310.9	-3.9%
03-04 (est)	301.9	-2.9%
04-05 (rec)	311.0	3.0%

Methods included in analyzing this account included the input of two local economists David Littman (Chief Economist, COMERICA) and David Sowerby (Chief Market Analyst, LOOMIS SAYLES).

P.A. 500 of 1998 will reduce rates in the City of Detroit over a 10 year period (7/1/99-7/1/08) for residents from (3% to 2%) and for non-residents (from 1.5% to 1%). In December 2003, the City applied for and

received from the State Board of Administration a suspension of its income tax rate reduction. This is permitted under PA 500 of 1998 if 3 of 4 conditions are met. The suspension remains in effect for 1 year until July 1, 2005. The income tax rates for residents are now 2.5% (non-residents 1.25%) effective 7/1/03. In addition, the City has also proposed a phase out of the corporate income tax over the same time frame. This tax rate is currently at 1.2%.

Property Tax - The Recommended current year property tax collections for FY 2004-05 is \$1.1 million higher than the current budget. The following factors have the largest influence on this account:

- C Taxable Valuation Estimates for FY 2004-05 have increased by 6.3% on the ad valorem roll and decreased by 5.9% when the industrial facilities, and neighborhood enterprise zone tax rolls are included.
- C However, the recommended collection factor for FY 2004-05 is 84% which is a 3% decrease over the current budgeted factor of 87%. The final FY 2002-03 collection factor was 84%, and the current years (FY 2003-04) factor is projected to be 86%. The recommended current year property tax collection rate is impacted by on-going litigation with utility company, concessions and corrections to the property tax roll.

SUMMARY – ALL FUNDS REVENUES BY MAJOR CLASSIFICATION

C The following is a history of general fund property tax collections:

(in millions)

FY	Curr Yr Coll	Delinq Coll	Total Coll	% Inc/ (Dec)
94	123.8	4.9	128.7	
95	119.3	8.6	127.9	(0.6)%
96	121.7	8.6	130.3	1.8%
97	128.2	10.2	138.4	6.2%
98	132.8	11.2	144.0	4.0%
99	135.6	9.8	145.4	0.9%
00	143.7	12.0	155.7	7.0%
01	141.2	11.6	152.8	1.9%
02	151.6	18.1	169.7	11.2%
03	153.3	12.9	166.2	(2.1)%
04(e)	156.5	44.4	200.9	18.8%
05(b)	160.8	44.4	205.2	2%

Note: Fiscal Year 2003-04 and Fiscal Year 2004-05 includes delinquent tax collections from Wayne County and from professional collectors.

Prior Years Real Property Tax – The Recommended Budget includes \$63 million, an increase of \$21.5 million. Effective March 2004 the County will collect delinquent Real Property Tax for the City. This change plus the efforts of professional collectors should result in higher collections.

Prior Years Personal Property Tax – The Recommended Budget includes \$10.3 million for collection of personal property tax. This is an increase of \$8.9 million. The Assessor's

Office is undergoing a personal property audit which will increase collection significantly.

Utility Users Tax -The Recommended Budget includes \$55.0 million for Utility User's Tax. The estimate of Utility Users Tax receipts reflect current utility utilization levels and rates. Collection of amounts owed but under dispute have not been included in the budget. The Utility Users Tax Act permits a city with a population over 750,000 to impose a tax on public utility usage at a rate up to 5% of the usage on a monthly basis. The funds collected are restricted to the exclusive use of the hiring and retaining of police officers.

Wagering Taxes - The Recommended Budget includes \$115.6 million, an increase of \$5.6 million for a Gaming Excise Tax collected from licensed Casinos. This is based on 9.9 percent of total wagers less winnings paid daily. All three temporary Casinos were open during the current fiscal year.

Gas and Weight Taxes - The Recommended Budget includes \$27.7 million. A decrease of \$200,000 from current budget. This revenue is from the State for resurfacing of streets. The decrease is due to a higher unallocated portion of these funds.

Sidewalk Construction Assessments - The City is planning a sidewalk assessment program for the 2004-2005 fiscal year. The Recommended Budget includes \$1 million.

**SUMMARY – ALL FUNDS
REVENUES BY MAJOR CLASSIFICATION**

LICENSES, PERMITS AND INSPECTION CHARGES

2003-04 Budget	2004-05 Mayor's Recommendation	Difference Budget to Recom	Percent Change
\$33,769,004	\$36,912,546	\$3,143,542	9.31%

This classification contains various permits and licenses, Safety Inspection Charges and Construction Inspection Charges.

Safety Inspection Charges - The Recommended Budget includes \$12.7 million, an increase of \$2.4 million. This estimate is based on actual collections and an enhanced computerized billing system. These inspections are performed by Buildings and Safety.

Construction Inspection Charges - The Recommended Budget includes \$7.2 million

for construction inspection fees, an increase of \$499,286.

Business Licenses - The Recommendation includes \$2 million for Business Licenses and Permits, an increase of \$760,411 based on actual collections.

Other Licenses and Permits - \$11.5 million is included in the recommendation, a decrease of \$1.2 million. This includes building trade licenses and permits.

FINES, FORFEITS, PENALTIES

2003-04 Budget	2004-05 Mayor's Recommendation	Difference Budget to Recom	Percent Change
\$38,035,743	\$37,805,060	(\$230,683)	(0.61%)

This classification contains Ordinance, Court and Parking Fines, Property Tax Penalties and various Fines, Forfeits and Penalties.

Parking Fines - The Recommended Budget includes \$11.7 million for Parking Violation Fines.

Ordinance Fines - The Recommended Budget includes \$79.1 million for ordinance fines collected from Traffic Court, an increase of \$200,000

SUMMARY – ALL FUNDS REVENUES BY MAJOR CLASSIFICATION

Other Fines –\$2.2 million is collected in Police for fines.

\$1.1 million for penalty on delinquent property taxes.

Other Forfeits and Penalties – The Recommended Budget includes \$3.1 million a decrease of \$159,336.

Court Fines – The Recommended Budget includes \$1,290,000 for Court Fines.

Property Tax Penalty - The Recommended Budget includes \$5.3 million a decrease of

Civil Infraction Fines – The Recommended Budget includes an additional \$800,000 for fines associated with property maintenance and zoning fines.

REVENUE FROM USE OF ASSETS

2003-04 Budget	2004-05 Mayor's Recommendation	Difference Budget to Recom	Percent Change
\$84,631,360	\$84,310,919	(\$320,441)	(0.38%)

This classification contains Earnings on Investments, various Interest Earnings, Building Rentals, Parking Facility Revenue, Marina Rentals, Concessions, Equipment Rentals.

million, an increase of \$5.1 million for Sewerage and \$10.6 million, a decrease of \$3.9 million for Water.

Earnings on Investments -\$41 million is included in the Recommended Budget a decrease of \$1.1 million from current Budget.

Parking Facility Revenue - \$20 million (a \$1.8 million decrease) is recommended for revenues from parking facilities.

- General Fund operations - \$3 million, an increase of \$400,000.
- General Public Improvements Fund –the Recommended Budget includes \$1.7 million, a \$230,000 increase for Capital Reinvestment funds. These dollars are used for capital improvements.
- Library Fund – The Recommended Budget includes \$866,600, an increase of \$469,906.
- Water and Sewerage Funds – The Recommended Budget includes \$24.8

Rental Public Buildings- The Recommended Budget includes \$6.6 million for rental proceeds of various city facilities, an increase of \$848,676.

Misc. Concessions – The Recommended Budget includes \$2.9 million, an increase of \$420,000.

Ticket Service Charge- Joe Louis – The Recommended Budget includes an increase of \$1.3 million.

SUMMARY – ALL FUNDS REVENUES BY MAJOR CLASSIFICATION

GRANTS, SHARED TAXES AND REVENUES

2003-04 Budget	2004-05 Mayor's Recommendation	Difference Budget to Recom	Percent Change
\$589,778,729	\$522,332,694	(\$67,446,035)	(11.44%)

This classification contains State Shared Taxes, and Miscellaneous Grants.

History of State Revenue Sharing Collections General Fund (in millions)

Fiscal Year	Budget	Collections	% Inc/Dec
88	251.3	247.9	
89	255.1	263.3	6.21%
90	289.2	282.2	7.18%
91	268.6	266.1	-5.71%
92	313.9	279.1	4.89%
93	253.3	256.2	-8.20%
94	281.9	266.4	3.98%
95	280.1	291.2	9.31%
96	303.1	316.1	8.55%
97	332.3	328.5	3.90%
98	333.9	330.1	0.50%
99	335.8	332.0	0.60%
00	332.0	332.7	0.2%
01	332.0	333.3	0.2%
02	332.0	334.3	0.3%
03	332.0	319.7	(4.16)%
04 (est)	310.8	289.7	(9.41)%
05 (rec)	287.7	N/A	(0.69)%

State Revenue Sharing - P.A. 532 of 1998 was passed which will freeze payments to the City of Detroit (cities in the State of Michigan with a population of over 750,000) at \$333.9 million (of which \$1.9 million will go to the Library) for 8 years from FY 1998-99 through FY 2005-06. This act also stipulates that for fiscal years in which State sales tax collections decrease from the previous fiscal year, the City's payments will also decrease in a like amount.

State Revenue Sharing Decreases

Date	% Cut	Amount
Dec. 2002	3.5%	\$11.7
Oct. 2003 Reduction – Sale Tax Decline		2.5
Oct. 2003 (Budget)	3.0%	9.6
Dec. 2003	5.2%	19.9
Proposed Budget 2004 Reduction		.6
Proposed Budget Cut 2004	.7%	1.9
Total		\$46.2

Since December 2002, the City has experienced several decreases in revenue sharing payments to municipalities amounting to a \$46.2 million reduction. The legislation to amend Detroit's revenue sharing agreement was also enacted December 2002.

Grants - The Recommended Budget includes a decrease of \$42.7 million for grants.

C Community Development Block Grant - The Recommended Budget includes \$52.2 million for CDBG. An increase of \$2 million from current budget. This program is funded by Federal Government Grants under Title I of the Housing and Community Development Act of 1974.

C Health Grants – Included in the recommendation is \$55 million for a variety of health grants, a reduction of \$2.7 million.

C Employment and Training Grants - The Recommended Budget includes a net

SUMMARY – ALL FUNDS REVENUES BY MAJOR CLASSIFICATION

decrease of \$39.2 million for a variety of employability skills training grants.

- C **Headstart Program** - The Recommended Budget includes an additional \$882,000 million for expansion of Head Start related Programs.
- C **HOME Program** – The Recommended Budget includes \$11 million for this program. The HOME program was

created under Title II of the National Affordable Housing Act of 1990 in order to expand the supply of decent and affordable housing for low and very low income Americans.

- C **Police Grants** – The Recommended Budget includes a decrease of \$3.2 million due to reduction of various grants.

SALES AND CHARGES FOR SERVICE

2003-04 Budget	2004-05 Mayor's Recommendation	Difference Budget to Recom	Percent Change
\$939,594,894	\$977,917,924	\$38,323,030	4.08%

This classification contains Hospitals and Clinics revenue, Maintenance and Construction, Electrical, Steam, Utility Revenue, Transportation, Sale of Miscellaneous Supplies, Library Fees, Sewage Disposal, Admission Fees, Recreation Fees, Golf Course, Administration Fees, other Fees, Cultural Reimbursement and other Reimbursements.

Water Rates - This recommendation includes \$286.8 million for the sale of water, an increase of \$17.6 million from current year. This translates into 7.84 percent (on average) increase for city customers and a 7.14 percent increase for wholesale customers. The methodology used to determine water rates has been consistent for the last seventeen years and consists of the following major steps:

- C Determine Revenue Requirements - the amount of money needed to finance the financial plan.
- C Project Units of Service. This is a measure of the amount of service provided to each customer or customer class. The

units include water volume, water demand during peak periods, distance, elevation; and number and size of meters.

- C Determine Unit Costs - the cost for a single unit of each kind of service provided.
- C Distribute Costs to Customers.
- C Calculate Rates.

Sewage Rates - This recommendation includes \$358.4 million for sewage treatment sales. This is a \$25.3 million increase from current year and a 16.17 percent (on average) increase for city customers and 4.48 percent increase for wholesale customers. The methodology used to determine sewage rate for customers has been consistent for the last seventeen years. It was developed in conjunction with several rate settlement agreements and consists of the same five steps as the water rate methodology. However there are some differences in the way the steps are accomplished.

- C In developing sewer rates there are not eleven cost categories that are common to all customers as there are in water; there is

SUMMARY – ALL FUNDS REVENUES BY MAJOR CLASSIFICATION

basically only one factor that influences costs for all customers, and that is contributed wastewater volume.

- C The approach in developing sewer rates is to identify costs of unique services or facilities with the benefiting customers, and then to allocate the remaining common costs on the basis of volume.

Cultural Reimbursement - These funds are provided by the State for reimbursement of cultural activities within the city. The current recommendation includes \$739,000, a reduction of \$3.5 million.

Transportation Revenue-The Recommended Budget includes \$29.5 million for farebox revenue, a decrease of \$1.8 million.

Public Lighting - The Recommended Budget includes \$47.9 million for sale of electricity, an increase of \$635,500. This is based on actual collections and a reduction in rate to certain major customers.

Street Fund Reimbursement - The Recommended Budget includes \$35.4 million for Street Fund Programs, an increase of \$1.7 million. This is funded by Michigan State

Gas and Weight Tax Revenues and other related grants used for the construction and maintenance of major and local streets.

Personal Services - This category represents reimbursements from other city agencies for services. The Recommended Budget includes \$61.7 million, a decrease of \$2.8 million. The increase is due to increased central staff service reimbursements.

Other Reimbursements - The Recommended Budget reflects a \$5 million decrease from current budget due to increased Health grants, reimbursements from Water and reduced 36th District Court reimbursements.

Other Fees – The Recommended Budget includes a decrease of \$10.1 million for Other Fees. Municipal Service Fee was reflected in another object.

Municipal Service Fee – The Recommended Budget includes an additional \$14.3 million for municipal service fee. This fee is collected from casino operators for additional costs of the casinos to the city.

**SUMMARY – ALL FUNDS
REVENUES BY MAJOR CLASSIFICATION**

SALES OF ASSETS AND COMPENSATION FOR LOSSES

2003-04 Budget	2004-05 Mayor's Recommendation	Difference Budget to Recom	Percent Change
\$43,623,730	\$67,787,117	\$24,163,387	55.39%

This classification contains Insurance, compensation for losses, Recoveries, Sales of City Property and Sale of Equipment.

recommendation is based on normal yearly sales by Planning and Development plus surplus property.

Sales of City Real Property - The Recommended Budget includes \$35.6 million for surplus property sales, an increase of \$21.5 million from 2003-04 budget. The

Recoveries - The Recommended Budget includes \$30.3 million for recoveries, an increase of \$1.8 million.

CONTRIBUTION AND TRANSFERS

2003-04 Budget	2004-05 Mayor's Recommendation	Difference Budget to Recom	Percent Change
\$219,210,106	\$191,900,490	(\$27,309,616)	(12.46%)

This classification contains Transfers from other Funds, Miscellaneous contributions and Prior Year Surplus.

Prior Year Surplus - The Recommended Budget does not include funding for General Fund Prior Year Surplus. It is estimated that the current budget will be balanced. The Library fund includes \$2.8 million for prior year surplus.

General Fund Contributions -

- **DOT Subsidy** - The Recommended Budget includes \$77.3 million, a \$1.1 million decrease from current budget, for the operation of the Transportation System and Downtown People Mover.

- **Airport Subsidy** - The Recommended Budget includes \$2.5 million for operations at City Airport, a decrease of \$220,000.
- **Buildings and Safety Engineering Subsidy** – The Recommended Budget includes no subsidy for B&SE operations, a decrease of \$1.9 million. In accordance with Michigan Public Act 245 of 1999, B&SE was made an enterprise agency because the use of fees generated under this section can only be used for: the operation of the enforcing agency, the Construction Board of Appeals or both and shall not be used for any other purpose.
- **Internal Service Fund** – The Recommended Budget includes \$20.3

SUMMARY – ALL FUNDS REVENUES BY MAJOR CLASSIFICATION

million, an increase of \$17.8 million. These funds are used to pay the debt service on limited GO Bonds that financed vehicle purchases.

Transfer from Other Funds – \$5.96 million increase from current budget.

C **Supplemental Fees GDRRA** - The Recommended Budget includes a \$8.4 million increase from current Budget. The supplemental fees relate to the sales-leaseback transaction involving the sale of the Resource Recovery Facility. The city sold the facility to private investors on October 23, 1991. As part of the transaction, the city agreed to pay an outside operator of the facility a supplemental fee equal to the amount of the lease payment the outside operator pays to the private investors. As part of the purchase price, the private investors took on a mortgage. The mortgage payment to the city equals the amount of

the lease payment, which equals the supplemental fee.

C **Parking System Operating Advance** - \$12.2 million budgeted in the General Fund. This is a \$1.18 million decrease from current budget.

C **Parking Operations and Maintenance Advance for Auto Parking System**, \$12.2 million budgeted in the Parking Fund. This is a \$1.18 increase from current budget.

Grant Contributions - Cash - The Recommended Budget includes a decrease of \$1.5 million for cash match requirements in Police, Senior Citizens, Health, Recreation and Culture, Arts and Tourism.

Miscellaneous Contribution – The Recommended Budget decreased by \$47.3 million due to the loss of one-time payment from three casinos.

MISCELLANEOUS

2003-04 Budget	2004-05 Mayor's Recommendation	Difference Budget to Recom	Percent Change
\$349,432,936	\$959,984,735	(\$610,551,799)	(174.73%)

This classification contains Miscellaneous receipts, Project Borrowings and Interagency Receipts.

Miscellaneous Receipts - The Recommended Budget is an \$84.2 million decrease from current budget.

C **Housing** – The Recommendation includes a decrease \$84.9 million for housing grants. Housing is no longer reflected in the Budget.

C **Water and Sewerage** - The Recommended Budget includes \$877,900 for Sewerage and \$1.4 million for Water.

C **E911 Surcharge** - The Recommended Budget includes \$2.8 million for 28 cents per month surcharge to phone bills so the City can continue to improve Police 911 and related communication systems.

Project Borrowings - The Recommended Budget includes \$64.7 million, for a low interest loan provided by the State to cover

**SUMMARY – ALL FUNDS
REVENUES BY MAJOR CLASSIFICATION**

potential sludge related problems in the Sewage Disposal System, a reduction of \$58.8 million.

Sale of Bonds - The Recommended Budget is \$886.7 million, a \$753.7 million increase from the current budget.

C The Recommended Budget includes \$42 million in General Obligation Bond Proceeds. These funds will be used for capital projects in Airport, DIA, Planning and Development, Public Lighting, Library, Recreation, Airport, Zoo, Health, Historical, the Charles H. Wright Museum of African American History, Cultural Affair, Police and Fire.

- C The Recommended Budget includes \$275 million for Sewerage Revenue Bond Sale, an increase of \$275 million.
- C The Recommended Budget includes \$400 million funding for Water Revenue Bond Sale, an increase of \$400 million.
- C The Recommended Budget includes \$28 million for the sale of limited GO Bonds to finance new vehicle purchases.
- C The Recommended Budget includes \$80 million for Pension Obligation Bonds. These bonds will fund the unfunded actuarial liability for the General City, Police & Fire, and DOT pension funds.

CITY OF DETROIT
COMPARATIVE BUDGET SUMMARY - INCOME
2003-04 BUDGET to 2004-05 MAYOR'S RECOMMENDED BUDGET
(in millions of dollars)

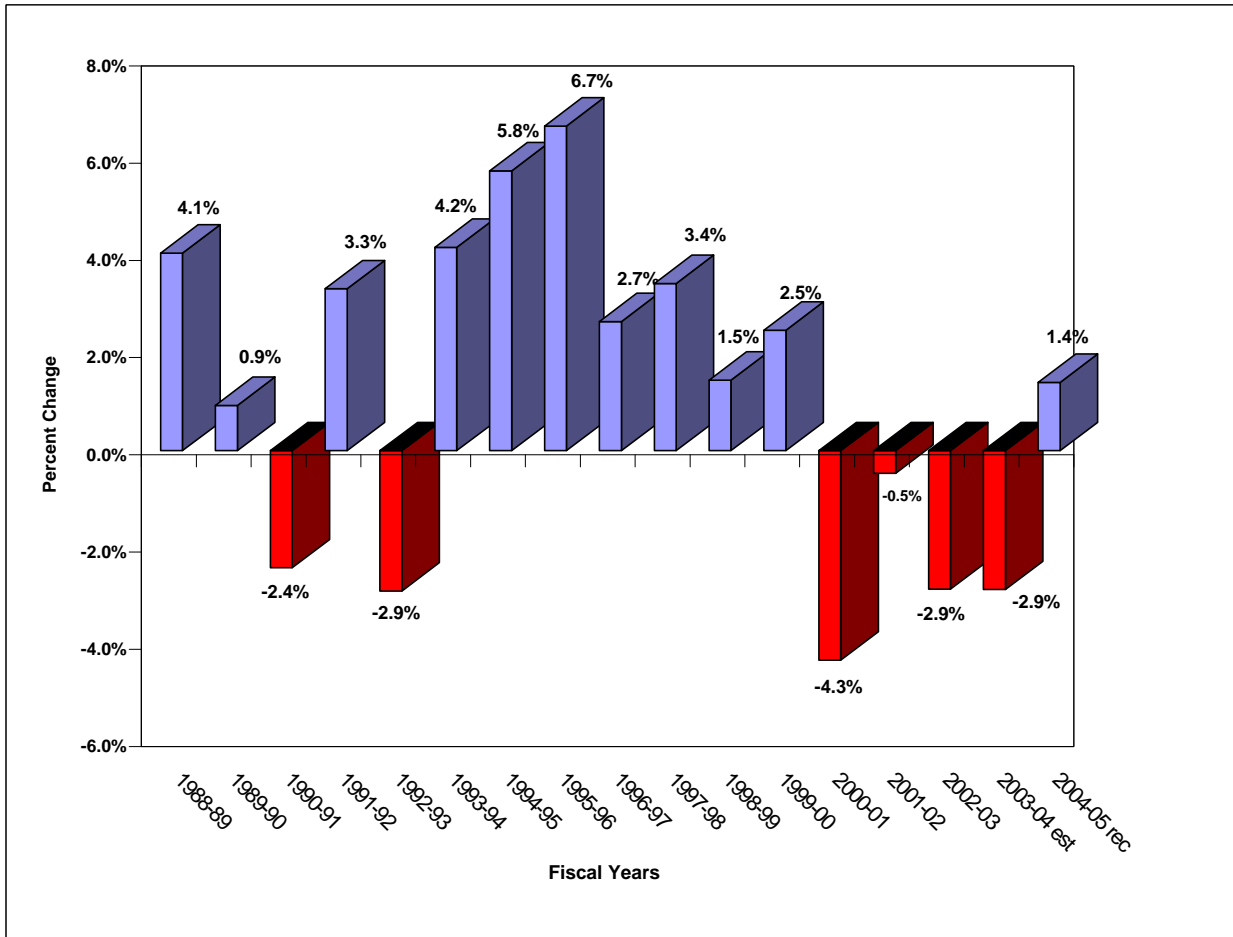
	FY 2003-04 Budget	FY 2004-05 Mayor's Recommendation	Increase (Decrease)
LOCAL SOURCES			
Gross Property Tax (excludes Library).....	\$244.2	\$257.4	\$13.2
Less: Estimated Delinquencies.....	(31.7)	(40.8)	(9.1)
Net Property Tax.....	\$212.4	\$216.6	\$4.2
Delinquent Taxes (includes Interest & Penalty).....	50.8	79.6	28.8
Administrative Fees.....	\$5.6	\$7.2	\$1.6
Downtown Development Authority.....	1.4	1.4	0.0
Earnings on Investments.....	4.8	4.0	(0.8)
General Obligation Bond Program.....	42.0	42.0	0.0
Internal Reserve Fund (Vehicles).....	33.0	28.5	(4.5)
Licenses, Permits and Inspection Charges.....	33.8	11.9	(21.9)
Limited/Pledged Debt Expense.....	13.6	13.6	(0.0)
Municipal Income Tax.....	300.4	311.1	10.7
Prior Years Municipal Income Tax.....	10.7	8.0	(2.7)
Ordinance Fines.....	16.8	16.7	(0.1)
Parking Fines.....	11.7	11.7	0.0
Pension Obligation Bonds.....	-	80.1	80.1
Risk Management Fund (Workers' Compensation Pass Through)....	19.4	18.8	(0.6)
Risk Management Fund -Sale of Bonds.....	60.2	61.1	0.9
Sale of Assets.....	-	35.6	35.6
Sale of Electricity and Steam.....	47.8	48.8	1.0
Sales & Charges for Services.....	127.0	111.6	(15.4)
Supplemental Fee (GDRRA).....	33.5	41.9	8.4
Utility Users' Excise Tax.....	55.0	55.0	0.0
Municipal Service Fee (Casinos).....	13.9	14.3	0.4
Casinos Enhancement Revenue.....	46.8	-	(46.8)
Wagering Tax (Casinos).....	110.0	115.6	5.6
Other Revenues.....	77.5	100.0	22.5
Enterprise Agencies			
Library Revenues (excluding Federal & State Sources).....	32.3	37.9	5.6
Revenue from Operations.....	837.3	840.0	2.7
Revenue Bonds.....	-	675.0	675.0
Subsidy from General Fund.....	87.8	79.9	(7.8)
SUB-TOTAL - MAJOR LOCAL REVENUES.....	\$2,285.4	\$3,067.8	\$782.4

CITY OF DETROIT
COMPARATIVE BUDGET SUMMARY - INCOME
2003-04 BUDGET to 2004-05 MAYOR'S RECOMMENDED BUDGET
(in millions of dollars)

	FY 2003-04 Budget	FY 2004-05 Mayor's Recommendation	Increase (Decrease)
FEDERAL SOURCES			
Community Development Block Grant.....	\$50.3	\$52.3	\$2.0
Community Service Block Grant.....	8.1	7.2	(0.9)
Crime Bill- Police.....	5.1	4.1	(1.0)
Department of Energy Weatherization Grant.....	3.5	3.9	0.4
Federal Housing Subsidy.....	53.4	-	(53.4)
Head Start Grant.....	51.1	52.0	0.9
Health Grants.....	35.9	40.4	4.5
Home Investment Grant.....	11.3	-	(11.3)
Housing Comprehensive Grant.....	28.0	-	(28.0)
Work Force Investment Act Grant.....	21.3	22.6	1.3
Medicare Reimbursement - EMS.....	6.2	3.2	(3.0)
Michigan Occupational Skills Training Grant.....	30.6	20.9	(9.7)
Other Revenues.....	6.1	14.3	8.2
SUB-TOTAL - MAJOR FEDERAL REVENUES.....	\$310.9	\$220.8	(\$90.1)
STATE OF MICHIGAN SOURCES			
Equity Package - Cultural.....	\$4.3	\$3.5	(\$0.8)
Equity Package - Police	0.9	0.4	(0.4)
Gas and Weight Taxes.....	53.2	54.3	1.1
Library Community Programs.....	0.8	0.8	0.0
Mass Transportation Funds.....	54.5	58.1	3.6
Medicaid Reimbursements.....	1.8	2.6	0.8
Public Health Programs.....	26.8	19.7	(7.1)
State Revenue Sharing- General Fund.....	310.8	286.1	(24.7)
State Revenue Sharing -Library.....	1.8	1.6	(0.1)
Other Revenues.....	54.2	18.8	(35.5)
SUB-TOTAL - MAJOR STATE REVENUES.....	\$509.0	\$445.9	(\$63.1)
TOTAL REVENUES - ALL SOURCES.....	\$3,105.3	\$3,734.6	\$629.2

CITY OF DETROIT- GENERAL FUND

Percent Change in Major Revenue Sources



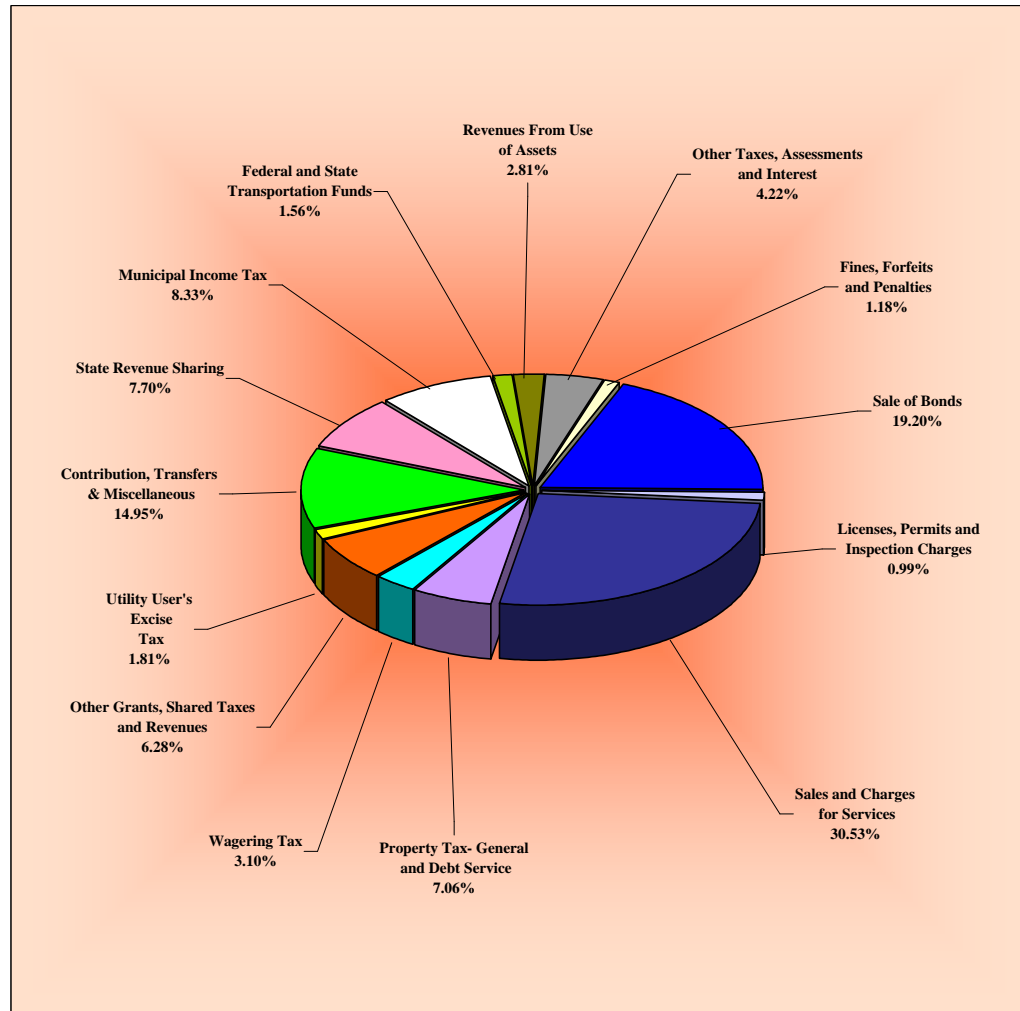
FISCAL YEAR	PROPERTY TAX	INCOME TAX	UTILITY USERS TAX	STATE REVENUE SHARING	TOTAL	% Change	CASINO WAGERING TAX	% Change
1988-89	119,876,137	283,749,003	51,228,062	263,336,813	718,190,015	4.1%		
1989-90	118,682,602	267,685,618	56,295,133	282,210,803	724,874,156	0.9%		
1990-91	119,879,456	273,173,278	48,271,755	266,091,970	707,416,459	-2.4%		
1991-92	128,796,462	272,445,477	50,583,264	279,145,924	730,971,127	3.3%		
1992-93	125,355,656	279,697,020	48,650,320	256,186,342	709,889,338	-2.9%		
1993-94	122,717,732	296,888,378	53,593,661	266,369,531	739,569,302	4.2%		
1994-95	128,628,234	312,710,316	49,632,997	291,159,098	782,130,645	5.8%		
1995-96	128,617,493	335,755,333	53,906,871	316,055,989	834,335,686	6.7%		
1996-97	140,446,673	332,899,906	54,641,394	328,507,496	856,495,469	2.7%		
1997-98	144,067,977	361,602,189	50,144,609	330,115,576	885,930,351	3.4%		
1998-99	145,459,046	370,417,475	50,924,267	332,003,165	898,803,953	1.5%		
1999-00	155,665,928	378,256,650	54,504,747	332,662,624	921,089,949	2.5%	\$53,429,861	
2000-01	152,810,738	341,003,997	54,270,230	333,318,615	881,403,580	-4.3%	85,793,174	60.6%
2001-02	169,675,894	323,515,510	52,105,772	332,000,000	877,297,176	-0.5%	109,461,713	27.6%
2002-03	166,287,590	310,935,044	55,329,177	319,742,078	852,293,889	-2.9%	111,341,292	1.7%
2003-04 est	181,381,253	301,900,000	55,000,000	289,663,941	827,945,194	-2.9%	113,300,000	1.8%
2004-05 rec	185,822,936	311,008,000 *	55,000,000	287,740,862	839,571,798	1.4%	115,600,000	2.0%

Note: Data based on actual collections (audited), except where indicated.

For FY2002-03 and FY2003-04 Casino Enhancement revenues received were \$55.250 million and \$46.750 million, respectively

* FY2004-05 recommendation does not include Delinquent Tax Collection Initiative (MBIA)

**CITY OF DETROIT
SUMMARY OF 2004 - 05 MAYOR'S RECOMMENDED BUDGET
REVENUE SOURCES BY TYPE**



REVENUE SOURCE	AMOUNT
Property Tax- General and Debt Service.....	\$216,229,320
Municipal Income Tax.....	311,008,000
Wagering Tax.....	115,600,000
Utility User's Excise Tax.....	55,000,000
Other Taxes, Assessments and Interest.....	157,766,177
State Revenue Sharing.....	287,740,862
Other Grants, Shared Taxes and Revenues.....	234,591,832
Contribution, Transfers and Miscellaneous.....	434,885,225
Fines, Forfeits and Penalties.....	37,805,060
Federal and State Transportation Funds.....	58,103,710
Revenues From Use of Assets.....	84,310,919
Sale of Bonds (General Obligation and Revenue Bonds).....	717,000,000
Licenses, Permits and Inspection Charges.....	36,912,546
Sales and Charges for Services.....	987,601,331
TOTAL	\$3,734,554,982

SUMMARY - ALL FUNDS CAPITAL FINANCING

General Obligation Bonds (Unlimited Tax Bonds) - In accordance with the State Constitution, unlimited tax general obligation bonds, if issued after December 22, 1978, must be voter approved before issuance. The authority to issue bonds approved by the electors continues until revoked by the electors. General fund departments and certain enterprise funds have traditionally relied on unlimited tax

general obligation bonds of the City for capital programs. In accordance with State law, the City is obligated to levy and collect taxes without regard to any constitutional, statutory or Charter tax rate limitations for payment of such obligations. As such, city operations are not affected by the payment of these obligations. The City has followed a policy of scheduling bond referenda to coincide with regularly scheduled elections.

Bonds Authorized - Unissued

(in millions)

As of April 1, 2004

General Obligation Bonds (Tax Supported):	Authority	Date	Authorized Amount	Issued	Remaining Authorization
Sewer Construction*	Electorate	8/2/60	\$50.000	\$26.000	\$24.000
Institute of Arts	Electorate	11/7/00	25.000	15.150	9.850
Public Lighting – System	Electorate	11/4/97	40.000	40.000	0.000
Betterments, Improvements and Extensions	Electorate	11/7/00	30.000	12.065	17.935
Planning and Development (includes Airport)	Electorate	11/7/00	30.000	20.895	9.105
Cultural Facilities (Recreation, Zoo, Historical and C. Wright MAAH)	Electorate	11/7/00	56.000	24.055	31.945
Historical Museum	Electorate	11/6/01	20.000	5.300	15.200
Municipal Facilities	Electorate	11/4/97	7.5000	7.500	0.000
(Public Works, Health, Transportation and Civic Center)	Electorate	11/7/00	18.000	14.880	3.120
Public Safety	Electorate	11/4/97	15.000	10.3250	4.6750
(Police and Fire Facilities)	Electorate	11/7/00	12.000	6.900	4.100
Library Facilities	Electorate	11/4/97	7.5000	7.500	0.000
C.Wright MAAH	Electorate	4/29/03	6.000	4.000	2.000
Bonds Approved/Unissued **			26.770	26.770	0.0000
TOTALS			\$343.770	\$222.34	\$121.430

* Not expected to be issued

** Of the \$119.985M authorized to be issued by City Council, \$119.985M has been sold leaving an unsold balance of zero. Note: The FY2002-03 bonds sold at a premium (\$1.2M) which reduced the amount of remaining authorization.

SUMMARY - ALL FUNDS CAPITAL FINANCING

Limited Tax Bonds - The City may issue limited tax general obligation bonds or other obligations without the vote of the electors. However, taxes may not be levied in excess of constitutional, statutory or Charter limitations for the payment thereof. Such bonds are payable from general non-restricted moneys of the City. Certain of such limited tax obligations are secured with a first lien on specific revenues such as Distributable Aid or tax increment funds. The City has utilized limited tax obligations to finance such projects as the Central Industrial Park Project (General Motors Plant Project), the Jefferson/Conner Redevelopment Project (Chrysler Jefferson North Assembly Plant Project), the outstanding debt relating to the Resource Recovery Facility, and the Madison Center Courthouse Project. To the extent debt service on this category of obligations is not provided from a special revenue source, the payment is provided from City's General Fund, which reduces the amounts that otherwise would be available to support operations.

Revenue Bonds - There are generally no voter approval requirements for the issuance of revenue bonds. The City issues revenue bonds to finance various capital projects for water, sewage, convention facility and parking and to refund such bonds. Generally, additional revenue bonds may be issued for these systems provided certain specific coverage ratios of net revenues to maximum annual debt service are met. Payment of debt service on revenue bonds does not impact general City operations.

Legal Debt Margin - The maximum amount of general obligation debt (both unlimited tax and limited tax) the City may have outstanding at any time is limited by State law. The limit is set at 10% of the City's State Equalized Valuation (adjusted for certain assessed value equivalents) or 15% if that portion which exceeds 10% is used solely for construction or renovations of hospital facilities. However, certain general obligation debt (such as the Greater Resource Recovery Authority debt) is excluded from the limit. The limit and the outstanding general obligation debt subject to it are shown in the following table:

SUMMARY - ALL FUNDS CAPITAL FINANCING

LEGAL DEBT MARGIN SUBJECT TO STATE LIMITATION April 1, 2004

Assessed Value Fiscal Year 2003-04 (State equalized):	\$12,041,756,256	
Add: Allowance under Act 228, Mich. 1975.	718,498,590	
Allowance under Act 198, Mich. 1974	372,262,943	
Allowance under Act 147, Mich. 1992	23,225,634	
Allowance under Act 376, Mich. 1996	<u>53,955,228</u>	
General Purpose Limit	\$13,209,698,651	
(10% x \$13,209,698,651)		\$1,320,969,865
Less Outstanding Debt:		
General Obligation Bonds	\$523,355,000	
Distributable State Aid Bonds	57,345,000	
Limited Tax Bonds	96,755,000	
Detroit Building Authority (District Court Madison Center. Bonds)	<u>2,282,614</u>	<u>\$689,737,614</u>
General Debt Margin		\$631,232,251
Additional Hospital Limit		
(5% x \$13,209,698,651)		<u>660,484,933</u>
Total Legal Debt Margin (General and Hospital)		<u><u>\$1,291,717,184</u></u>

SOURCE: Finance Department

SUMMARY - ALL FUNDS CAPITAL FINANCING

Current bond ratings as of April 1, 2004 on various bonds issued by the City and its related authorities are as follows:

	Moody's Investor Service	Standard & Poor's	Fitch Investors Service
General Obligation Bonds (Unlimited Tax)	Baa ₁	A-	A
* General Obligation Bonds (Unlimited Tax)	Aaa	AAA	AAA
General Obligation Bonds (Limited Tax**):	Baa ₂	A-	A
General Obligation Distributable State Aid Bonds	Aaa	AAA	Not Rated
Greater Detroit Resource Recovery Authority:			
Revenue Bonds	Baa1	A	A+
<u>Economic Development Corporation:</u>			
Resource Recovery Revenue Bonds	Aa ₃	A+	A+
* Resource Recovery Revenue Bonds	Aaa	AAA	AAA
Water System Revenue Bonds	A ₁	A	A+
Water System Revenue Bonds (Sr. Lien)	A ₁	A	A+
* Water System Revenue Bonds (Senior Lien)	Aaa	AAA	AAA
Water System Revenue Bonds (Jr. Lien)	A ₂	A-	A
Sewage Disposal System Revenue Bonds (Senior Lien)	A ₁	A	A+
Sewage Disposal System Revenue Bonds (Second Lien)	A ₂	A-	A
* Sewage Disposal System Revenue Bonds	Aaa	AAA	AAA
* Detroit Building Authority Parking and Arena System Revenue Bonds	Aaa	AAA	AAA
* Detroit Building Authority (District Court Madison Center)	Not Rated	A	Not Rated
Convention Facility Limited Tax Revenue Bonds - Cobo Center	Not Rated	A	Not Rated
Local Development Finance Authority Tax Increment Bonds (Jefferson/ Conner Project)	A ₁	Ba1	Not Rated
Downtown Development Authority Tax Increment Bonds	Aaa	A-	A-

Note: * Payment guaranteed by municipal bond insurance policy or letter of credit.

** General Obligations Limited Tax bonds include Stadia, Self-insurance and Capital Improvement bonds

Source: Finance Department

TOTAL OUTSTANDING DEBT SERVICE REQUIREMENT SCHEDULE
As of April 1, 2004

	General Obligations						Revenue and Other (1)			Requirements
	Unlimited Tax			Limited Tax						G.O. (Unlimited), G.O. (Limited), Revenue and Other
Fiscal Year Ending	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	
2004	10,050,000	1,471,635	11,521,635	13,461,412	6,873,371	20,334,783	2,405,000	11,306,646	13,711,646	45,568,064
2005	33,140,000	30,642,943	63,782,943	67,586,872	25,030,446	92,617,318	99,130,000	191,758,963	290,888,963	447,289,224
2006	32,455,000	28,430,938	60,885,938	85,639,790	21,463,976	107,103,767	102,815,937	194,898,452	297,714,389	465,704,093
2007	50,100,000	27,048,057	77,148,057	93,017,163	17,166,884	110,184,048	112,588,000	190,134,680	302,722,680	490,054,785
2008	46,535,000	24,274,598	70,809,598	83,795,000	12,263,653	96,058,653	105,270,128	187,423,526	292,693,654	459,561,904
2009	49,455,000	21,707,799	71,162,799	94,305,000	7,369,311	101,674,311	114,452,000	180,868,606	295,320,606	468,157,716
2010	39,490,000	19,012,637	58,502,637	16,260,000	3,812,774	20,072,774	104,907,679	176,201,790	281,109,469	359,684,879
2011	33,035,000	16,869,546	49,904,546	17,005,000	3,069,126	20,074,126	111,782,023	171,719,183	283,501,206	353,479,879
2012	32,335,000	15,159,344	47,494,344	17,780,000	2,292,894	20,072,894	112,266,694	168,310,397	280,577,091	348,144,328
2013	33,500,000	13,468,593	46,968,593	18,645,000	1,424,725	20,069,725	106,499,695	168,558,770	275,058,464	342,096,782
2014	28,940,000	11,681,031	40,621,031	925,000	489,806	1,414,806	118,410,242	163,557,029	281,967,271	324,003,108
2015	26,970,000	10,126,724	37,096,724	980,000	435,038	1,415,038	113,844,966	160,575,175	274,420,140	312,931,902
2016	23,465,000	8,670,798	32,135,798	1,040,000	376,963	1,416,963	118,407,994	156,231,887	274,639,881	308,192,641
2017	21,780,000	7,410,762	29,190,762	1,100,000	316,125	1,416,125	127,114,562	152,301,561	279,416,123	310,023,010
2018	30,000,000	6,245,712	36,245,712	1,165,000	252,422	1,417,422	141,989,293	147,029,257	289,018,550	326,681,684
2019	27,265,000	4,655,024	31,920,024	1,230,000	185,063	1,415,063	144,745,621	142,278,997	287,024,618	320,359,704
2020	24,340,000	3,243,885	27,583,885	1,300,000	113,906	1,413,906	144,338,867	137,166,485	281,505,352	310,503,143
2021	21,100,000	1,978,299	23,078,299	1,375,000	38,672	1,413,672	137,907,125	131,084,281	268,991,406	293,483,377
2022	12,470,000	857,834	13,327,834				123,978,985	127,228,214	251,207,199	264,535,033
2023	4,275,000	215,063	4,490,063				135,414,137	114,534,847	249,948,983	254,439,046
2024							142,275,495	108,837,619	251,113,114	251,113,114
2025							160,714,111	100,709,242	261,423,352	261,423,352
2026							157,084,770	93,331,624	250,416,394	250,416,394
2027							182,760,000	82,170,638	264,930,638	264,930,638
2028							191,945,000	72,703,379	264,648,379	264,648,379
2029							201,300,000	63,665,287	264,965,287	264,965,287
2030							227,435,000	52,163,108	279,598,108	279,598,108
2031							213,710,000	40,907,897	254,617,897	254,617,897
2032							222,975,000	29,951,400	252,926,400	252,926,400
2033							232,385,000	19,513,173	251,898,173	251,898,173
2034							240,965,000	7,483,207	248,448,207	248,448,207
							63,370,000	1,559,250	64,929,250	64,929,250
	\$ 580,700,000	\$ 253,171,222	\$ 833,871,222	\$ 516,610,237	\$ 102,975,154	\$ 619,585,391	\$ 4,515,188,320	\$ 3,746,164,570	\$ 8,261,352,890	\$ 9,714,809,503

Note: Totals may not add due to rounding.

(1) Includes debt service for the Water and Sewerage Systems and for the Detroit Building Authority (Parking System) which is paid from revenues of the individual systems.
Of the total Revenue and Other Debt Service Requirement Water and Sewerage accounted for approximately 87%.

City of Detroit
Total Outstanding Debt Service Requirement by Fund
As of April 1, 2004

PRINCIPAL

<u>Funds:</u>	<u>Fiscal Year</u>	<u>General Fund (Unlimited)</u>	<u>General Fund (Limited)</u>	<u>Water</u>	<u>Sewage</u>	<u>Parking</u>	<u>Block Grant</u>	<u>Total Interest</u>
	2004	\$ 23,511,412	\$ 2,405,000					\$ 25,916,412
	2005	100,726,872	12,738,000	\$ 22,440,000	\$ 44,825,000	\$ 6,255,000	\$ 2,517,000	189,501,872
	2006	118,094,790	14,550,000	25,415,000	44,125,937	6,615,000	1,280,000	210,080,727
	2007	143,117,163	15,150,000	26,205,000	51,415,000	7,105,000	1,333,000	244,325,163
	2008	130,330,000	15,920,000	25,065,000	49,304,128	1,610,000	1,396,000	223,625,128
	2009	143,760,000	16,740,000	30,380,000	52,635,000	1,970,000	1,742,000	247,227,000
	2010	55,750,000	17,620,000	29,770,000	53,737,679	1,830,000	625,000	159,332,679
	2011	50,040,000	20,555,000	31,415,000	55,072,023	1,890,000	665,000	159,637,023
	2012	50,115,000	9,676,694	34,800,000	56,450,000	1,950,000	800,000	153,791,694
	2013	52,145,000	9,840,564	37,205,000	54,421,660	2,120,000	895,000	156,627,224
	2014	29,865,000	10,084,516	36,845,000	57,860,726	2,190,000	990,000	137,835,242
	2015	27,950,000	10,702,953	38,925,000	59,327,013	2,365,000	1,030,000	140,299,966
	2016	24,505,000	11,161,737	41,355,000	61,114,774	2,545,000	1,155,000	141,836,511
	2017	22,880,000	11,542,234	43,460,000	67,987,328	2,625,000	850,000	149,344,562
	2018	31,165,000	11,863,826	45,520,000	67,705,467	2,815,000	855,000	159,924,293
	2019	28,495,000	12,201,368	47,755,000	65,809,253	3,010,000	1,405,000	158,675,621
	2020	25,640,000	11,641,991	51,975,000	65,851,876	3,205,000	1,090,000	159,403,867
	2021	22,475,000	11,928,679	54,370,000	62,372,458	1,200,000	1,150,000	153,496,137
	2022	12,470,000	4,735,127	50,770,000	59,390,662	1,300,000	1,275,000	129,940,789
	2023	4,275,000	4,904,137	53,485,000	74,155,000	1,400,000	1,470,000	139,689,137
	2024		5,075,495	61,085,000	74,615,000	1,500,000		142,275,495
	2025		5,264,111	64,190,000	89,660,000	1,600,000		160,714,111
	2026		5,469,770	67,490,000	82,325,000	1,800,000		157,084,770
	2027		5,010,000	70,820,000	105,030,000	1,900,000		182,760,000
	2028		5,345,000	74,320,000	110,280,000	2,000,000		191,945,000
	2029		5,700,000	77,960,000	115,440,000	2,200,000		201,300,000
	2030			103,880,000	121,155,000	2,400,000		227,435,000
	2031			86,920,000	126,790,000			213,710,000
	2032			91,390,000	131,585,000			222,975,000
	2033			96,200,000	136,185,000			232,385,000
	2034			115,465,000	125,500,000			240,965,000
	2035			62,370,000				62,370,000
		<u>\$ 1,097,310,237</u>	<u>\$ 265,421,202</u>	<u>\$ 1,699,245,000</u>	<u>\$ 2,322,125,984</u>	<u>\$ 67,400,000</u>	<u>\$ 22,523,000</u>	<u>\$ 5,476,430,423</u>

Source

Finance Department - Debt Management

INTEREST

<u>Funds:</u>	<u>Fiscal Year</u>	<u>General Fund (Unlimited)</u>	<u>General Fund (Limited)</u>	<u>Water</u>	<u>Sewage</u>	<u>Parking</u>	<u>Block Grant</u>	<u>Total Interest</u>
	2004	\$ 8,345,006						\$ 8,345,006
	2005	55,673,389	\$ 14,665,241	\$ 67,526,670	\$ 102,354,127	\$ 4,118,072	\$ 1,181,793	245,519,292
	2006	49,894,914	13,897,792	73,860,417	100,724,611	3,931,479	1,096,229	243,405,442
	2007	44,214,941	13,096,214	73,139,909	98,820,777	3,287,590	1,044,414	233,603,845
	2008	36,538,251	12,178,990	72,380,899	98,528,454	3,215,252	986,023	223,827,869
	2009	29,077,110	11,206,844	71,159,484	94,859,956	2,906,261	914,951	210,124,606
	2010	22,825,411	10,184,929	69,852,296	92,678,769	2,809,513	857,002	199,207,920
	2011	19,938,672	9,095,927	68,546,954	90,540,165	2,899,362	820,003	191,841,083
	2012	17,542,238	10,025,853	67,025,246	88,185,565	2,596,501	776,222	186,151,625
	2013	14,893,318	9,657,131	65,445,803	90,370,801	2,663,493	723,981	183,754,527
	2014	12,170,837	9,271,815	64,224,274	87,348,621	2,358,638	664,832	176,039,017
	2015	10,561,762	8,679,466	63,064,598	86,146,620	2,403,996	600,453	171,456,895
	2016	9,047,761	8,229,936	61,612,940	84,109,854	2,087,640	529,491	165,617,622
	2017	7,726,887	7,756,916	60,034,658	82,314,498	2,087,408	465,434	160,385,801
	2018	6,498,134	7,259,772	58,389,960	79,557,438	1,781,184	413,023	153,899,511
	2019	4,840,087	6,727,322	56,672,858	77,310,613	1,607,191	343,852	147,501,923
	2020	3,357,791	6,171,237	55,170,469	74,385,183	1,564,485	268,675	140,917,840
	2021	2,016,971	5,644,298	53,318,620	71,043,587	1,281,099	201,857	133,506,432
	2022	857,834	5,087,434	51,466,203	69,643,842	1,316,812	128,660	128,500,785
	2023	215,063	4,509,663	49,649,347	59,231,811	1,099,144	44,982	114,750,010
	2024		4,334,542	47,319,479	56,090,403	1,093,196		108,837,620
	2025		4,147,426	44,278,885	51,399,240	883,691		100,709,242
	2026		3,947,817	41,150,460	47,468,472	764,875		93,331,624
	2027		1,072,474	37,727,253	42,673,932	696,978		82,170,637
	2028		737,806	34,136,056	37,339,403	490,114		72,703,379
	2029		380,760	30,747,500	32,161,752	375,276		63,665,288
	2030			25,746,410	26,243,638	173,060		52,163,108
	2031			20,366,005	20,541,892			40,907,897
	2032			15,725,372	14,226,028			29,951,400
	2033			11,502,118	8,011,054			19,513,172
	2034			7,050,546	432,661			7,483,207
	2035			1,559,250				1,559,250
		<u>\$ 347,891,371</u>	<u>\$ 187,967,605</u>	<u>\$ 1,519,850,939</u>	<u>\$ 1,964,743,767</u>	<u>\$ 50,492,310</u>	<u>\$ 12,061,877</u>	<u>\$ 4,091,352,875</u>

Source

Finance Department - Debt Management

CITY OF DETROIT 2004-2005 EXECUTIVE SUMMARY

**SUMMARY - ALL FUNDS
CAPITAL FINANCING**

**STATEMENT OF DIRECT TAX SUPPORTED AND REVENUE INDEBTEDNESS
April 1, 2004**

Tax Supported Debt:

Unlimited Tax:

General Obligation Bonds (General Purpose)	\$523,355,000	
Distributable State Aid General Obligation. Bonds	<u>57,345,000</u>	\$580,700,000

Limited Tax:

Self-Insurance Bonds	98,895,000	
General Obligation Bonds (Limited Tax)	96,755,000	
Greater Detroit Resource Recovery Authority Bonds	218,735,000	
Detroit Building Authority Bonds (Madison Center)	12,370,237	
Economic Development-Resource Recovery Bonds	<u>89,855,000</u>	<u>516,610,237</u>
Total Tax Supported Debt		\$1,097,310,237

Revenue and Other Debt (1):

Water Supply System Bonds	1,699,245,000	
Sewage Disposal System Bonds	2,322,125,984	
Detroit Building Authority, Bonds (Parking & Arena System)	67,100,000	
Federal Section 108 Loans	22,523,000	
Convention Facility Revenue Bonds (Cobo Hall Expansion)	135,368,138	
DDA Tax Increment Bonds	177,021,198	
LDFA Tax Increment Bonds (Chrysler Project)	<u>90,805,000</u>	
Total Revenue and Other Projects		<u>4,514,188,320</u>

Gross Direct Debt \$5,611,498,557

Deductions:

Revenue and Other Debt	\$4,514,188,320	
Greater Detroit Resource Recovery Authority Bonds - Bonds – Reserve Account Balance	<u>31,930,888</u>	
Total Deductions		<u>4,546,119,208</u>

Net Direct Debt \$1,065,379,349

Source: Finance Department

(1) Payment is guaranteed by the City, but non-General Fund monies are utilized for debt service.

SUMMARY - ALL FUNDS CAPITAL FINANCING

Capital Agenda - The City Charter requires the Mayor to submit a proposed capital agenda for the next 5 fiscal years to the City Council on or before December 1 each even numbered year. The capital agenda shall state:

- All physical improvements and related studies and surveys, all property of a permanent nature, and all equipment for any improvement when first erected or acquired, to be financed during the next 5 fiscal years in whole or in part from funds subject to control or appropriation by the city, along with information as to the necessity for these facilities;
- Capital expenditures which are planned for each of the next 5 fiscal years;
- The estimated annual cost of operating the facilities to be constructed or acquired; and
- Other information pertinent to the evaluation of the capital agenda.

For each separate purpose, project, facility, or other property, there shall be shown the amount and the source of any money that has been spent or encumbered, or is intended to be spent or encumbered before the beginning of the next fiscal year and also the amount and the source of any money that is intended to be spent during

each of the next five years. This information may be revised and extended each year for capital improvements still pending or in process of construction or acquisition.

The City Council may delete projects from the capital agenda as submitted to it, but it may not otherwise amend the capital agenda until it has requested the recommendations of the Planning Director. The City Council is not bound by those recommendations and may act without them, if they are not received within 30 days from the date requested.

The City Council shall publish in one more daily newspapers of general circulation in the city, a general summary of the capital agenda and a notice stating the times and places where copies of the Proposed Capital Agenda are available for public inspection and the time and place, not less than two weeks after the publication, for a public hearing on the Proposed Capital Agenda.

At the conclusion of its deliberation, but not later than March 1 of the following year, the City Council is required to approve a 5-year capital agenda for the city. If the City Council fails to take action by March 1, the proposed capital agenda is deemed approved.

**SUMMARY - ALL FUNDS
CAPITAL FINANCING**

**CITY OF DETROIT
SUMMARY OF CAPITAL IMPROVEMENTS- GENERAL CITY AGENCIES
2004-2005 MAYOR'S RECOMMENDATIONS**

APPROPRIATIONS:	BOND SALE	CAPITAL REINVESTMENT	STREET FUND	TOTAL
AIRPORT				
Mini-take Phase III- Land Acquisition	\$ 500,000		\$ 500,000	
T-Hangar Exterior Painting	150,000		150,000	
Executive Hangar Rehabilitation	1,350,000		1,350,000	
Department Sub-total	\$ 2,000,000		\$ 2,000,000	
ARTS				
D.I.A. Improvements	\$ 5,000,000	\$ 125,400		\$ 5,125,400
C.H. Wright MAAH				
Core Exhibit	\$ 1,500,000			\$ 1,500,000
CULTURAL AFFAIRS DEPARTMENT				
Eastern Market	\$ 400,000			\$ 400,000
DEPARTMENT OF PUBIC WORKS				
Equipment			\$ 1,121,000	\$ 1,121,000
New Street Construction			3,400,000	3,400,000
Pavement Management System			350,000	350,000
Roads and Bridges- City Parks			375,000	375,000
Salt Dome Replacement			180,000	180,000
Street Resurfacing			6,776,000	6,776,000
Street Signs			623,000	623,000
Traffic Control Improvements			1,490,630	1,490,630
Traffic Control Improvements- State			9,105,695	9,105,695
Traffic Control Roadways-Federal Aid			3,200,000	3,200,000
Traffic Signals – Urban Systems			254,000	254,000
Department Sub-total			\$ 26,875,325	\$ 26,875,325
FIRE				
Fire Training Facility	\$ 1,500,000			\$ 1,500,000
HEALTH				
HKHC Client Services/Support Area Renovation:				
Laboratory	\$ 1,000,000			\$ 1,000,000
HISTORICAL				
Collections Resource Center Planning	\$ 1,000,000			\$ 1,000,000
Historic Fort Wayne	150,000			150,000
Main Museum ADA Improvements	500,000			500,000
Department Sub-total	\$ 1,650,000			1,650,000
LIBRARY				
ADA Renovations		\$ 736,600		\$ 736,600
PLANNING AND DEVELOPMENT				
Far East Area Project	\$ 1,000,000			\$ 1,000,000
Brush Park Redevelopment Area	2,000,000			2,000,000
Department Sub-total	\$ 3,000,000			\$ 3,000,000

SUMMARY - ALL FUNDS CAPITAL FINANCING

CITY OF DETROIT SUMMARY OF CAPITAL IMPROVEMENTS- GENERAL CITY AGENCIES 2004-2005 MAYOR'S RECOMMENDATIONS

APPROPRIATIONS:	BOND SALE	CAPITAL REINVESTMENT	STREET FUND	TOTAL
POLICE				
Fire Suppression System (Holding Cell)	\$ 250,000		\$ 250,000	
Indoor Firing Range (Mobile)	2,000,000			2,000,000
Driving Range	550,000			550,000
Upgrade HVAC System	300,000			300,000
Fire Doors	600,000			600,000
Smoke Exhaust System	800,000			800,000
In Cell Video Cameras (Processing Area)	500,000			500,000
Retrofit Precinct Gun Range	1,150,000			1,150,000
Department Sub-total	\$ 6,150,000		\$ 6,150,000	
PUBLIC LIGHTING				
Capital Abatement	\$ 1,800,000		\$ 1,800,000	
Street Lighting Improvements	8,200,000			8,200,000
Department Sub-total	\$ 10,000,000		\$ 10,000,000	
RECREATION				
Park Development- Workforce	\$ 1,500,000		\$ 1,500,000	
SOCWA DEQ/Freshwater Backflow Prevention	40,000			40,000
<u>Parks & Landscape</u>				
Redevelopment of 10 Parks – 1 per cluster	2,050,000			2,050,000
Corrective Safety Issues	500,000			500,000
<u>Belle Isle Park Improvements</u>				
Shoreline Stabilization-B.I. Section 14	600,000			600,000
Woodside Comfort Station-Grant Match	250,000			250,000
Sidewalk Repairs & Replacements	125,000			125,000
<u>Recreation Facility Improvements</u>				
Belle Isle Conservatory	500,000			500,000
ADA Mandatory Corrections	435,000			435,000
Young Recreation Center	250,000			250,000
Fire Alarm System Improvements	100,000			100,000
Department Sub-total	\$ 6,350,000		\$ 6,350,000	
ZOO				
SOCWA DEQ/Freshwater Backflow Prevention	\$ 500,000		\$ 500,000	
Belle Isle Nature Zoo	1,000,000			1,000,000
Paving/Roads/Utilities	1,250,000			1,250,000
Administration/Hospital	250,000			250,000
Technology Infrastructure	250,000			250,000
Holden Museum of Living Reptiles (HMLR)	200,000			200,000
Department Sub-total	\$ 3,450,000		\$ 3,450,000	
APPROPRIATION TOTALS	\$ 42,000,000	\$ 862,000	\$ 26,875,325	\$ 69,737,325
REVENUES:				
Sale of General Obligation Bonds	\$ 42,000,000		\$ 42,000,000	
Street Fund Reimbursement- Gas & Weight			\$ 26,875,325	26,875,325
Capital Reinvestment		\$ 862,000		862,000
REVENUES TOTAL	\$ 42,000,000	\$ 862,000	\$ 26,875,325	\$ 69,737,325

SUMMARY - ALL FUNDS CAPITAL FINANCING

2004-05 CAPITAL PROJECT INFORMATION AND IMPACT ON OPERATING BUDGET

The following is a description by department of the capital projects included in the 2004-05 Recommended Capital Program. The impact on the budget is denoted by a code as follows:

Impact on Operating Budget:

AF=additional funding required
RF=results in reduction of funding
NOI=no operating impact

Impact on Staff in the Operating Budget:

AS=additional staffing required
RS=results in reduction of staffing
NSI=no staffing impact

AIRPORT

Mini-take Land Acquisition - To provide match funds for ongoing Federal and State grants related to the Mini-take Phase III – Land Acquisition project. This is a continuation of land acquisition west of French Road to meet current FAA clearance requirements for runway 15-33.

IMPACT ON BUDGET: NOI/NSI - This capital project requires no additional operating or staffing costs.

T-Hangar Exterior Painting –Funds requested in the FY 2004-05 budget will be used in the preparation and painting of 140 small to large “T” Hangers. IMPACT ON BUDGET: NOI/NSI - This capital project requires no additional operating or staffing costs.

Executive Hangar Rehabilitation - Improvements to the executive hangar includes insulating, painting hangar bays, replacing the roof, installing new door operators, facade improvements and redoing hangar bay floors. IMPACT ON BUDGET: NOI/NSI - This capital project requires no additional operating or staffing costs.

ARTS

D.I.A. Improvements - These funds will be used to continue to implement projects as outlined in the agency’s Master Plan. For fiscal year 2005, improvements will stabilize the north wing structure, adds insulation and a vapor barrier to the exterior, re-clads the exterior walls, replace the passenger elevators, replaces major mechanical systems and provide the north portion of the north-south circulation spine. IMPACT ON BUDGET: NOI/NSI – This phase of the project requires no additional operating or staffing costs.

CHARLES H. WRIGHT MUSEUM OF AFRICAN AMERICAN HISTORY

Core Exhibit – The museum has begun major renovation of its core exhibit, estimated project cost is \$16.0 million. The project includes state of the art technology, cutting edge design and the combined resources of renowned historians. This is a multimedia, interactive exhibit with life-sized dioramas integrated with vignettes to allow visitors to witness history. IMPACT ON BUDGET: NOI/NSI – No additional operating or staffing costs are anticipated at this time.

SUMMARY - ALL FUNDS CAPITAL FINANCING

CULTURAL AFFAIRS

Eastern Market – This is an ongoing program to make improvements to the Markets’ sheds, support buildings and parking areas so that its aesthetics and services will attract the public in even greater numbers. Extensive improvement to curbs, walks, parking structure, area landscaping, site amenities, and signage is planned. IMPACT ON BUDGET: NOI/NSI – This project requires no additional operating or staffing costs.

DEPARTMENT OF PUBLIC WORKS

Street Resurfacing, New Construction, and Equipment – This continuing program allocates funds for resurfacing streets and repairing curbs. IMPACT ON BUDGET: RF/NSI

Traffic Control Improvements, Traffic Control Improvements-State, and Traffic Control Roadways-Federal – This continuing program allocates funds for traffic control repair, maintenance and upgrades. IMPACT ON BUDGET: RF/NSI

Pavement Management System, Pedestrian Bridges and Salt Dome Replacement – Projects included in the State’s Transportation Improvement Plan for FY 2004-05. IMPACT ON BUDGET: RF/NSI .

These projects will not increase staffing costs and should result in reduced costs for infrastructure maintenance activity.

FIRE

Fire Training Facility - Funding is requested for the construction of a new training facility for the Fire Department. The facility will be constructed in phases. It will contain multiple areas of training for all Detroit Fire recruits and will afford other entities the same training, which will increase departmental revenues. Upon completion of the design phase of the project, the department will be able to provide better estimates of the total cost for the completion of the Training Facility. IMPACT ON BUDGET: AF/NSI – No additional staffing costs is anticipated .

HEALTH

Building & Sites Improvements – This is an on-going capital program that makes continuous improvements to the existing physical plant of the Herman Keifer Facility. IMPACT ON BUDGET: RF/NSI - This program will not result in an increase in staffing costs and should result in lower operating costs due to the improved physical condition of the facility.

HISTORICAL

DHM Building and Exhibits Expansion – The FY 2004-05 recommendation includes funding for the Detroit Historical Museum exhibit and expansion project. Funds are requested to complete the initial phase of finalizing architectural and engineering plans and engaging a Construction Manager to provide detailed cost estimates and begin preliminary construction. IMPACT ON BUDGET: AF/AS - This project will significantly increase the size and programs of the facility, which will require additional staff and operating expenses.

SUMMARY - ALL FUNDS CAPITAL FINANCING

PLANNING AND DEVELOPMENT

Far East Area Project – Funds requested for FY 2004-05 will be used for the infrastructure improvements in the area bounded by E. Jefferson (SO, Conner Ave. (W), Warren (N) and Alter Rd. (E). The city will identify and negotiate potential inducements such as neighborhood enterprise tax abatements, acquisition assistance, affordability subsidies and infrastructure improvement to continue the redevelopment of this area. IMPACT ON BUDGET: NOI/NSI - This redevelopment project requires no additional operating or staffing costs.

Brush Park Redevelopment Area – Funds requested in the FY 2004-05 will be used for continued redevelopment of the Brush Park area, bounded by Woodward Avenue (W), John R (E), Fisher Fwy. (S) and Mack (N). The plan provides for the acquisition, relocation, and demolition of properties, the construction of street, utilities and other site improvements within the 118-acre Brush Park area. IMPACT ON BUDGET: NOI/NSI - This redevelopment project requires no additional operating or staffing costs.

POLICE

The Police Dept. is current under a Consent Decree issued by the Department of Justice. The following projects are required under the Decree.

Fire Suppression System – Funds requested for FY 2004-05 will be used to upgrade this system along with the ***HVAC system, fire doors, and smoke exhaust system***, which are mandated by the Department of Justice to ensure the safety and well being of detainees as well as officers. IMPACT ON BUDGET: NOI/NSI.

In-cell Video Cameras – Funds will be used to install cameras in the holding cells to allow for additional security of officers and supervisors by ensuring detainees are properly cared for while in custody. IMPACT ON BUDGET: NOI/NSI.

Driving Range – Funds will be used to update the driving range to train new police recruits as mandated by the Michigan Commission of Law Enforcement Standards (MCOLES). The range would also be used to upgrade the driving skills of veteran officers. IMPACT ON BUDGET: NOI/NSI.

Mobile Indoor Range – The mobile indoor range is needed for the officers' firearms training program. This project will allow for increased officer participation. IMPACT ON BUDGET: NOI/NSI.

Retrofit Precinct Gun Range – Funds are being requested to upgrade and retrofit several precinct ranges, as required by the Department of Justice. IMPACT ON BUDGET: NOI/NSI.

All of these projects require no additional operating or staffing funds.

SUMMARY - ALL FUNDS CAPITAL FINANCING

PUBLIC LIGHTING

Capital Abatements –PLD workforce performs capital work daily such as new street lighting, condemned pole replacement and service extensions. IMPACT ON BUDGET: NOI/NSI – No additional operating or staffing costs required.

Street Lighting Improvements – Funds requested for FY 2004-05 budget will be used to modernize street lighting fixtures and circuits citywide to improve reliability and reduce maintenance. Street locations and limits to be determined. This is a continuous program to upgrade residential and main street lighting through improved/renovated lighting infrastructure. Modernization improvements to include, underground lighting in certain historical and non-historic districts. IMPACT ON BUDGET: RF/NSI – No additional staffing costs are required. It is anticipated that operating costs will decrease due to improved reliability of the system.

RECREATION

Park Development-Force Work - Continued funding is requested for city employees to construct and rehabilitate neighborhood parks, playfields, tot-lots and playgrounds. IMPACT ON BUDGET: NOI/NSI – No additional operating or staffing costs are required.

Parks and Landscape – The Department is proposing to construct and complete rehabilitation of 10 separate park sites throughout the City. One park from each City cluster will be renovated. Renovations will include: removal of deteriorated play equipment and installation of new play equipment, under drainage, rubber safety surfacing benches, walkways to the play areas, picnic tables and trash receptacles. This will provide safe, accessible, low maintenance play areas for park users. IMPACT ON BUDGET: NOI/NSI – No additional operating funds will be required to maintain renovated parks.

Corrective Safety Issues - This project is based on the findings of the Planning and Capital Development Division during their review in Spring 2003. By initiating a capital project to remove and/or replace existing dangerous equipment with new safe, and accessible playground equipment. The Department can move towards ensuring that all of its parks provide citizens with a safe place to play, learn, and be physically active. IMPACT ON BUDGET: RF/NSI – This project should result in reduced operating costs for maintenance of old obsolete equipment.

Belle Isle Park Improvements –

Shoreline Stabilization – B.I. Section 14 Grant Match: Funding is requested in FY 2004-05 for ongoing Army Corps of Engineer (ACOE) projects to address the shoreline along the Northwest section of the island, which is severely eroding away. To combat this problem, the ACOE has prepared construction documents and will hire a contractor to place riprap along the island's shore.

Woodside Comfort Station – Grant Match: This project is funded primarily through an MDNR grant to provide renovation of the Woodside restrooms at Belle Isle. The project would also provide a new-handicapped accessible picnic facility on the east end of the island.

SUMMARY - ALL FUNDS CAPITAL FINANCING

Sidewalk Repairs and Replacements: This project will repair and replace several stretches of sidewalk around the island that are in most need of repair. The current state of sidewalk disrepair proves to be a major hazard to the public.

IMPACT ON BUDGET: NOI/NSI – No additional operating and staffing costs required for the above projects.

Recreation Facility Improvements –

Belle Isle Conservatory Improvements: Funding is requested in FY 2004-05 to perform the first phase of restoration. This will include the installation of a restroom facility and the stabilization of the dome glass structure. Improvements/upgrades to the electrical system are also needed.

ADA Mandatory Corrections: Funding is requested for necessary repairs to centers as mandated by the US Department of Justice.

Young Recreation Center: Improvements to the fire alarm systems are needed at Considine and Butzel Family; while an entire system is needed at Tindal.

IMPACT ON BUDGET: RF/NSI – No additional staffing costs are required. A reduction in operating costs due to lower maintenance is anticipated.

ZOO

SOCWA DEQ/Freshwater Backflow Prevention Mandate: Funding is requested in FY 2004-05 to install backflow prevention valves at the main connection so that the entire Detroit Zoo will be in compliance with the SOCWA DEQ/Freshwater Backflow Prevention Mandate which is required by the Michigan Department of Environmental Quality. IMPACT ON BUDGET: NOI/NSI - This capital project requires no additional operating or staffing costs.

Belle Isle Nature Zoo: Additional funds are needed to continue the dramatic renovation of the Belle Isle Nature Zoo. This unique blend of nature center and zoo will focus on native Michigan wildlife, including black bears, cougars, deer, wolves, small mammals, amphibian, and reptiles. Some programmatic upgrades will be in place in FY 2003-04 with major capital improvements expected to be underway in FY 2004-05. IMPACT ON BUDGET: AF/AS – Additional operating and staffing costs are anticipated.

Paving/Road/Utilities – This is an ongoing project to repave the main surface parking lot and to repair the pedestrian walkways in the park as ongoing projects. IMPACT ON BUDGET: NOI/NSI – This project results in no increases in operating costs.

Administration/Hospital: This is an ongoing project to renovate office space that will accommodate additional staff, provide larger meeting area, and provide full compliance with ADA standards. IMPACT ON BUDGET: NOI/NSI – No additional operating or staffing costs are anticipated with this project.

SUMMARY - ALL FUNDS CAPITAL FINANCING

Technology Infrastructure: - Funding is requested in FY 2004-05 to add an additional phone cabinet for extensions in the new hospital and education center; upgrade electrical wiring in locations around the Zoo, including the Administration server room; Africa Train Station; Africa Gift shop and other areas where network switches or video surveillance will be installed. Several Creston-controlled A/V media racks located in the new hospital, education building, and Belle Isle Nature Zoo will help provide visitors with valuable animal welfare and conservation information while allowing guest speakers more presentation options. IMPACT ON BUDGET: AF/NSI – Additional funding is required for technology support. No increase in staffing is anticipated.

Holden Museum of Living Reptiles (HMLR): This project will provide air conditioning for visiting guests and staff in the building during the summer months when ambient temperatures can exceed 90°. Also, working conditions for staff working in the keeper areas desperately needs to be improved. IMPACT ON BUDGET: AF/NSI – Operating costs will increase due to additional utility costs.

**SUMMARY - ALL FUNDS
CAPITAL FINANCING**

**CITY OF DETROIT
STREET FUND SUMMARY
COMPARISON OF 2003-04 BUDGET WITH 2004-05 MAYOR'S RECOMMENDED BUDGET**

2004-05 Requested		2003-04 Budget	2004-2005 Recommended	Increase/ (Decrease)
<u>Operation and Maintenance</u>				
\$ 79,370	Civic Center/Municipal Parking	\$ 79,370	\$ 79,370	\$ 0
93,914	Engineering Division	95,856	93,914	(1,942)
3,000,000	Lighting	3,000,000	3,000,000	0
3,500,000	Non-Park Ground Maintenance	3,414,984	3,500,000	85,016
3,860,000	Snow and Ice Control – Personnel	3,860,000	3,860,000	0
1,870,000	Snow and Ice Control – Salt	1,563,000	1,870,000	307,000
8,896,000	Street and Alley Maintenance	9,023,034	8,896,000	(127,034)
3,905,000	Street Cleaning	3,551,916	3,905,000	353,084
7,612,021	Transportation/Engineering	6,166,897	6,892,391	725,494
*****		*****	*****	*****
		*		
\$32,816,305	Sub-Total	\$30,755,057	\$32,096,675	\$1,341,618
<u>Capital</u>				
\$ 1,121,000	Equipment	\$ 1,387,405	\$ 1,121,000	\$ (266,405)
3,400,000	New Street Construction	1,370,600	3,400,000	2,029,400
350,000	Pavement Management Systems	650,000	350,000	(300,000)
375,000	Road and Bridges – City Parks	560,100	375,000	(185,100)
180,000	Salt Dome Replacement	980,000	180,000	(800,000)
6,776,000	Street Resurfacing	6,403,839	6,776,000	372,161
623,000	Street Signs	0	623,000	623,000
771,000	Traffic Control Improvements	2,247,697	1,490,630	(757,067)
9,105,695	Traffic Control Improvements State	9,780,000	9,105,695	(674,305)
3,200,000	Traffic Control Roadways – (Fed. Aid)	4,561,007	3,200,000	(1,361,007)
254,000	Traffic Signals – Urban Systems	62,700	254,000	191,300
*****		*****	*****	*****
		*		
\$26,155,695	Sub-Total	\$28,003,348	\$26,875,325	(\$1,128,023)
<u>Construction and Maintenance</u>				
\$ 4,960,000	Administration	\$ 4,880,000	\$ 4,960,000	\$ 80,000
4,890,000	City Contribution In-Kind	5,367,000	4,890,000	(477,000)
*****		*****	*****	*****
		*		
\$ 9,850,000	Sub-Total	\$10,247,000	\$ 9,850,000	(\$ 397,000)
\$68,822,000	GRAND TOTAL-APPROPRIATIONS	\$69,005,405	\$68,822,000	(\$ 183,405)
<u>Revenue</u>				
\$ 81,000	City and State Salt Reimbursement	\$ 31,000	\$ 81,000	\$ 50,000
4,890,000	City Contribution In-Kind	5,367,000	4,890,000	(477,000)
1,230,000	Earnings on Investments	1,220,000	1,230,000	10,000
1,121,000	Equipment Rentals	1,387,405	1,121,000	(266,405)
61,500,000	Gas and Weight Tax	61,000,000	61,500,000	500,000
*****		*****	*****	*****
		*		
\$68,822,000	GRAND TOTAL-REVENUES	\$69,005,405	\$68,822,000	(\$183,405)
\$0	Net Tax Cost	\$0	\$0	\$0

CITY OF DETROIT
2004-05 MAYOR'S RECOMMENDED BUDGET
VALUATIONS, TAX LEVIES AND TAX RATES

	2003-04 Budget	2004-05 Recommended	Increase (Decrease)
<u>Valuations:</u>			
Real Estate	\$6,470,987,182	\$6,828,590,407	\$357,603,225
Personal Property	1,373,222,411	1,507,199,386	133,976,975
GRAND TOTAL	\$7,844,209,593	\$8,335,789,793	\$491,580,200

<u>Tax Levies:</u>			
General City	\$156,586,112	\$166,399,036	\$9,812,924
Garbage Disposal	23,487,917	24,959,855	1,471,938
Debt Service	62,161,439	62,348,373	186,934
Library	28,498,798	30,284,758	1,785,960
GRAND TOTAL	\$270,734,266	\$283,992,022	\$13,257,756

<u>Tax Rates:</u>			
General City	\$19.9620	\$19.9620	\$0.0000
Garbage Disposal	2.9943	2.9943	0.0000
Debt Service	7.9245	7.4796	(0.4449)
Library	3.6331	3.6331	0.0000
GRAND TOTAL	\$34.5139	\$34.0690	(\$0.4449)

CITY OF DETROIT
2004-05 MAYOR'S RECOMMENDED BUDGET
Tax Rates Per Thousand
of State Equalized Valuation
City of Detroit Properties

Fiscal Year	General City	Detroit Board of Education (1)	State Education Tax (5)	County	Total
1960-61.....	21.346	16.608		5.984	43.938
1965-66.....	20.291	17.110		7.389	44.790
1970-71.....	26.460	23.500		7.100	57.060
1975-76.....	27.872	28.440		8.890	65.202
1980-81.....	33.781	36.700		9.760	80.241
1981-82.....	33.011	36.000		9.220	78.231
1982-83.....	32.625	36.900		9.270	78.795
1983-84.....	32.623	36.500		9.290	78.413
1984-85.....	32.345 (2)	36.400		9.440	78.185
1985-86.....	32.321	41.400		9.470	83.191
1986-87.....	31.353	40.900		9.370	81.623
1987-88.....	31.328	41.400		9.290	82.018
1988-89.....	31.389	41.400		11.360	84.149
1989-90.....	30.597	47.400		11.230	89.227
1990-91.....	30.908	46.400		10.870	88.178
1991-92.....	33.760 (3)	46.400		10.710	90.870
1992-93.....	32.639	48.400		10.710	91.749
1993-94.....	32.379	46.880		11.270	90.529
1994-95 (Homestead Properties).....	33.467 (4)	4.660	6.000 (5)	11.200	55.327
1994-95 (Non-Homestead Properties).....	33.467 (4)	22.660	6.000 (5)	11.200	73.327
1995-96 (Homestead Properties).....	34.146	7.040	6.000	11.200	58.386
1995-96 (Non-Homestead Properties).....	34.146	25.040	6.000	11.200	76.386
1996-97 (Homestead Properties).....	33.923	7.500	6.000	11.380	58.803
1996-97 (Non-Homestead Properties).....	33.923	25.500	6.000	11.380	76.803
1997-98 (Homestead Properties).....	33.878	7.590	6.000	11.370	58.838
1997-98 (Non-Homestead Properties).....	33.878	25.590	6.000	11.370	76.838
1998-99 (Homestead Properties).....	33.815	6.450	6.000	11.320	57.585
1998-99 (Non-Homestead Properties).....	33.815	24.450	6.000	11.320	75.585
1999-00 (Homestead Properties).....	33.735	5.900	6.000	11.139	56.774
1999-00 (Non-Homestead Properties).....	33.735	23.900	6.000	11.139	74.774
2000-01 (Homestead Properties).....	35.3114 (7,8)	7.0000	6.0000	11.0565	59.3679
2000-01 (Non-Homestead Properties).....	35.3114 (7,8)	25.0000	6.0000	11.0565	77.3679
2001-02 (Homestead Properties).....	35.5331	10.5000	6.0000	12.5395	64.5726
2001-02 (Non-Homestead Properties).....	35.5331	28.5000	6.0000	12.5395	82.5726
2002-03 (Homestead Properties).....	34.5111	13.1900	6.0000	13.9895	67.6906
2002-03 (Non-Homestead Properties).....	34.5111	31.1900	6.0000	13.9895	85.6906
2003-04 (Homestead Properties).....	34.5139	13.8000	5.0000 (11)	13.9886	67.3025
2003-04(Non-Homestead Properties).....	34.5139	31.8000	5.0000	13.9886	85.3025
2004-05 (Homestead Properties).....	34.0690	(9)	6.0000	(10)	
2004-05 (Non-Homestead Properties).....	34.0690	(9)	6.0000	(10)	

(1) Includes Detroit Public Library at 0.640 mills through 1993-94.

(2) Includes Detroit Public Library at 1.000 mills, commencing on 12-1-84

(3) Includes Detroit Public Library at 2.000 mills, commencing on 7-1-91

(4) Includes 0.640 mills for the Detroit Public Library allocated by the Wayne County Tax Allocation Board, commencing on 7-1-94.

(5) Statewide Education Tax commencing on 7-1-94.

(6) P.A. 38 of 1999 requires tax rates to be rounded down to 4 decimal places effective 8/1/99

(7) Includes Detroit Public Library at 2.9943 mills, commencing on 7-1-00

(8) Tax Rates (excluding debt service and state education) were rolled back by a factor of 0.9981 (MCL211.23d

(9) Rate not determined until June 2004.

(10) Rate not determined until December 1, 2004.

(11) P.A. 243 of 2002 provided for a 1 mill decrease in the SET for a period of 1-year.

CITY OF DETROIT
2004-05 MAYOR'S RECOMMENDED BUDGET
State Equalized Valuations
Taxable Valuations (beginning with FY1995-96)

Fiscal Year	Real Property	Personal Property	Leased Real Estate (Act 189)	Total
1967-68	\$3,542,571,970	\$1,262,625,520	\$2,500,240	\$4,807,697,730
1970-71	3,875,476,834	1,427,562,198	3,245,148	5,306,284,180
1975-76	4,276,286,830	1,499,479,950	16,339,520	5,792,106,300
1980-81*	4,243,561,850	956,231,600	27,653,950	5,227,447,400
1981-82*	4,300,406,440	1,020,683,980	**	5,321,090,420
1982-83*	4,400,575,423	966,178,190	**	5,366,753,613
1983-84*	4,286,957,070	940,538,360	**	5,227,495,430
1984-85*	4,318,560,670	953,156,060	**	5,271,716,730
1985-86*	4,220,267,845	1,010,475,230	**	5,230,743,075
1986-87*	4,166,788,950	1,073,574,560	**	5,240,363,510
1987-88*	4,180,049,175	1,143,890,240	**	5,323,939,415
1988-89*	4,215,160,730	1,165,164,930	**	5,380,325,660
1989-90*	4,223,057,235	1,175,151,350	**	5,398,208,585
1990-91*	4,352,042,900	1,227,761,520	**	5,579,804,420
1991-92*	4,417,351,340	1,237,444,600	**	5,654,795,940
1992-93*	4,422,924,900	1,281,200,980	**	5,704,125,880
1993-94*	4,554,668,625	1,260,742,960	**	5,815,411,585
1994-95*	4,565,439,900	1,330,336,390	**	5,895,776,290
1995-96*	4,631,121,900	1,281,065,150	**	5,912,187,050
1995-96*,(Taxable)***	4,606,258,474	1,281,065,150	**	5,887,323,624
1996-97*	4,943,226,600	1,443,983,280	**	6,387,209,880
1996-97*,(Taxable)***	4,703,634,599	1,443,983,280	**	6,147,617,879
1997-98*	5,351,874,550	1,603,340,500	**	6,955,215,050
1997-98*,(Taxable)***	4,847,235,699	1,603,340,500	**	6,450,576,199
1998-99*	5,940,200,550	1,626,585,350	**	7,566,785,900
1998-99*,(Taxable)***	5,005,030,961	1,626,585,350	**	6,631,616,311
1999-00*	6,990,962,278	1,637,481,660	**	8,628,443,938
1999-00*,(Taxable)***	5,219,200,241	1,637,481,660	**	6,856,681,901
2000-01*	8,106,178,450	1,718,118,920	**	9,824,297,370
2000-01*,(Taxable)***	5,486,262,205	1,718,118,920	**	7,204,381,125
2001-02*	9,319,364,300	1,656,437,990	**	10,975,802,290
2001-02*,(Taxable)***	5,983,367,293	1,656,437,990	**	7,639,805,283
2002-03*	10,298,344,200	1,749,983,210	**	12,048,327,410
2002-03*,(Taxable)***	6,226,065,313	1,749,983,210	**	7,976,048,523
2003-04*	10,668,533,845	1,391,662,381	**	12,060,196,226
2003-04*,(Taxable)***	6,470,987,182	1,373,222,411	**	7,844,209,593
2004-05*	11,177,226,045	1,536,422,432	**	12,713,648,477
2004-05*,(Taxable)***	6,828,590,407	1,507,199,386	**	8,335,789,793

* Excludes inventories valued at \$718,498,590, and exempted by Act No. 234 of 1975.
Reimbursement for this loss is provided to local units of government under Act 228 of 1975.

** Included in Commercial and Industrial Real Estate totals.

*** Beginning with FY1995-96 taxable values cannot exceed the statewide rate of inflation of the prior year (3.2%) on a per parcel basis, except where increases are due to physical changes in the parcel (P.A. 415 of 1994).

CITY OF DETROIT
2004-05 MAYOR'S RECOMMENDED BUDGET
Tax Levies
City of Detroit Properties

Fiscal Year	General City	Detroit Board of Education (1)	State Education Tax (5)	Wayne County	Total
1960-61.....	121,077,858	94,205,332		33,940,776	249,223,966
1965-66.....	105,448,845	88,918,529		38,397,987	232,765,361
1970-71.....	140,400,031	124,697,667		38,061,102	303,158,800
1975-76.....	161,428,791	164,727,503		51,491,825	377,648,119
1980-81.....	176,581,644	191,847,319		51,019,886	419,448,849
1981-82.....	175,646,055	191,559,255		49,060,453	416,265,763
1982-83.....	175,084,016	198,033,208		49,749,806	422,867,030
1983-84.....	170,061,148	190,803,583		48,563,432	409,428,163
1984-85.....	170,513,678 (2)	191,890,489		49,765,006	412,169,173
1985-86.....	169,062,847	216,552,763		49,535,137	435,150,747
1986-87.....	164,301,118	214,330,868		49,102,206	427,734,192
1987-88.....	166,788,373	220,411,092		49,983,224	437,182,689
1988-89.....	168,883,042	222,745,482		61,323,650	452,952,174
1989-90.....	165,168,989	255,875,087		60,621,882	481,665,958
1990-91.....	172,460,594	258,902,925		60,652,474	492,015,993
1991-92.....	190,905,912 (3)	262,382,532		60,562,865	513,851,308
1992-93.....	186,176,966	276,079,693		61,091,188	523,347,847
1993-94.....	188,297,212	272,626,495		65,539,689	526,463,396
1994-95.....	197,313,945 (4)	95,334,578	35,374,658	66,032,694	394,055,875
1995-96 (6).....	201,028,552	108,176,585	35,323,942	65,938,025	410,467,104
1996-97 (6).....	208,545,642	116,327,948	36,885,707	69,959,891	431,719,188
1997-98 (6).....	218,532,621	123,999,287	38,703,457	73,343,051	454,578,416
1998-99 (6).....	224,248,105	119,112,851	39,789,698	75,069,897	458,220,551
1999-00 (6).....	231,310,164	119,281,201	41,140,091	76,375,208	468,106,664
2000-01 (6).....	254,396,783 (7,8)	132,788,296	43,226,287	79,655,240	510,066,606
2001-02 (6).....	271,465,965	166,268,000	45,838,832	95,799,338	579,372,135
2002-03 (6).....	275,262,207	193,401,319	47,856,291	111,580,931	628,100,748
2003-04 (6).....	270,734,265	202,131,084	39,221,048 (11)	109,729,510	621,815,907
2004-05 (6).....	283,992,022	(9)	50,014,739	(10)	

(1) Includes Detroit Public Library at 0.640 mills through 1993-94..

(2) Includes Detroit Public Library at 1.000 mills, commencing on 12-1-84.

(3) Includes Detroit Public Library at 2.000 mills, commencing on 7-1-91.

(4) Includes 0.640 mills for the Detroit Public Library allocated by the Wayne County Tax Allocation Board commencing on 7-1-94.

(5) Statewide Education Tax at 6.000 mills commencing on 7-1-94.

(6) Levies are based on taxable valuations commencing on 7-1-95 (P.A. 415 of 1994).

(7) Includes Detroit Public Library at 2.9943 mills, commencing on 7-1-00.

(8) Tax Rates (excluding debt service and state education) were rolled back by a factor of 0.9981 (MCL211.23d)

(9) Levy not determined until June 2004.

(10) Levy not determined until December 1, 2004.

(10) Levy not determined until December 1, 2004.

(11) P.A. 243 of 2002 provided for a 1 mill decrease in the SET for a period of 1-year.

CITY OF DETROIT
2004-05 MAYOR'S RECOMMENDED BUDGET
 Taxable Valuations - Special Districts
 Public Acts 198, 255 and 147

	Rehabilitation or Restoration of Existing Facilities	New or Replacement Facilities	Total
Public Act 198 of 1974 - Industrial Facilities Tax			
1975-76.....	\$14,086,590	\$0	\$14,086,590
1980-81.....	65,854,126	16,850,820	82,704,946
1981-82.....	57,319,032	17,319,950	74,638,982
1982-83.....	80,422,632	24,127,120	104,549,752
1983-84.....	68,276,032	37,379,560	105,655,592
1984-85.....	66,515,302	69,162,660	135,677,962
1985-86.....	64,359,362	134,115,340	198,474,702
1986-87.....	63,709,552	206,031,060	269,740,612
1987-88.....	42,546,696	225,466,610	268,013,306
1988-89.....	41,536,926	205,444,220	246,981,146
1989-90.....	40,263,096	196,764,000	237,027,096
1990-91.....	32,062,196	185,406,690	217,468,886
1991-92.....	19,052,176	234,121,140	253,173,316
1992-93.....	8,278,806	373,214,290	381,493,096
1993-94.....	6,373,500	357,096,010	363,469,510
1994-95.....	6,217,390	360,350,389	366,567,779
1995-96.....	5,788,640	291,002,750	296,791,390
1996-97.....	5,333,420	182,999,947	188,333,367
1997-98.....	5,316,270	226,429,992	231,746,262
1998-99.....	17,607,540	453,502,146	471,109,686
1999-00.....	17,312,840	654,205,868	671,518,708
2000-01.....	15,973,850	748,602,462	764,576,312
2001-02.....	15,900,470	784,862,307	800,762,777
2002-03.....	16,622,370	871,439,815	888,062,185
2003-04.....	12,814,560	718,896,766	731,711,326
2004-05.....	12,820,740	697,822,376 *	710,643,116

* Note: Includes Renaissance Zone taxable valuation of \$27,608,775.

Public Act 255 of 1978 - Commercial Facilities Tax

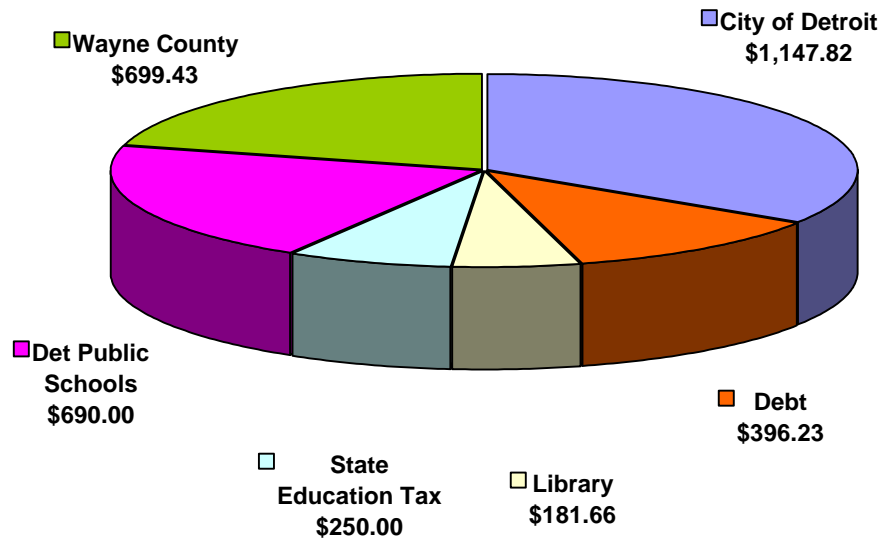
1980-81.....	\$117,572	\$711,050	\$828,622
1981-82.....	504,722	11,072,100	11,576,822
1982-83.....	948,572	18,802,600	19,751,172
1983-84.....	967,822	23,746,250	24,714,072
1984-85.....	1,969,372	25,963,350	27,932,722
1985-86.....	1,980,522	36,296,750	38,277,272
1986-87.....	2,874,522	45,175,400	48,049,922
1987-88.....	2,750,772	47,683,150	50,433,922
1988-89.....	2,723,822	48,117,570	50,841,392
1989-90.....	2,723,822	45,396,960	48,120,782
1990-91.....	2,474,522	48,223,450	50,697,972
1991-92.....	2,312,072	45,117,450	47,429,522
1992-93.....	2,312,072	45,039,400	47,351,472
1993-94.....	2,129,764	41,434,020	43,563,784
1994-95.....	1,652,832	35,787,049	37,439,881
1995-96.....	1,534,282	8,884,939	10,419,221
1996-97.....	1,515,032	8,588,367	10,103,399
1997-98.....	820,882	9,409,017	10,229,899
1998-99.....	246,532	0	246,532
1999-00.....	88,132	0	88,132
2000-01.....	0	0	0

Public Act 147 of 1992 - Neighborhood Enterprise Zone Tax

1994-95.....	\$0	\$2,291,550	\$2,291,550
1995-96.....	0	2,640,000	2,640,000
1996-97.....	0	3,921,600	3,921,600
1997-98.....	0	9,026,700	9,026,700
1998-99.....	0	14,171,944	14,171,944
1999-00.....	0	33,312,900	33,312,900
2000-01.....	0	25,534,800	25,534,800
2001-02.....	143,600	26,460,400	26,604,000
2002-03.....	82,850	38,548,350	38,631,200
2003-04.....	83,179	46,284,909	46,368,088
2004-05.....	140,158	53,587,271	53,727,429

CITY OF DETROIT COMBINED PROPERTY TAXES

This is an example for a home with a market value (SEV) of
\$100,000 and a taxable value of \$50,000



**** Of the property taxes a City of Detroit resident pays, 34% of the total goes to City services.

General City	Debt	Library
State Education	Det Public Schools	Wayne County

Taxing Entities	FY04 Tax Rates per \$1,000 of Taxable Valuation	Taxes on \$100,000 Home	% of Total
General City	\$22.9563	\$1,147.82	34.11%
Debt Service- City	\$7.4796	\$396.23	11.77%
Library	\$3.6331	\$181.66	5.40%
State Education Tax	\$6.0000	\$250.00	7.43%
Det Public Schools	\$13.8000	\$690.00	20.50%
Wayne County	\$13.9886	\$699.43	20.78%
Total	\$67.8576	\$3,365.13	100.00%